

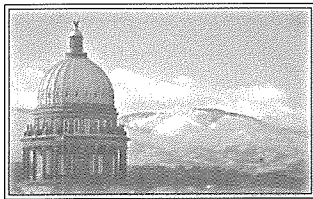
Single Audit Report

For the Fiscal Year Ended June 30, 2008



State of Idaho

Legislative Services Office – Audits Division



Legislative Services Office Idaho State Legislature

Serving Idaho's Citizen Legislature

Jeff Youtz
Director

June 30, 2009

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Idaho State Legislature
Honorable Donna Jones, State Controller

We are pleased to submit the statewide *Single Audit* of the State of Idaho covering the fiscal year ended June 30, 2008. This report complies with the audit requirements placed on the State of Idaho as a condition for receiving \$2.1 billion in federal assistance (colleges and universities, Idaho Housing and Finance Association, and Idaho Individual High Risk Reinsurance Pool are reported separately).

Idaho does a good job administering its federal funds in compliance with applicable laws and regulations. Questioned costs for fiscal year 2008 totaled \$13.9 million, although several issues are reported for which questioned costs could not be determined.

The federal audit requirements are contained in Title 31, Chapter 75, United States Code, as amended by the Single Audit Act Amendments of 1996. The objectives of the Single Audit Act are:

- To improve the financial management of state and local governments with respect to federal financial assistance programs through improved auditing.
- To establish uniform requirements for audits of federal financial assistance provided to state and local governments.
- To promote the efficient and effective use of audit resources.
- To ensure that federal departments and agencies, to the maximum extent practicable, rely on and use audit work performed pursuant to the requirements of the Single Audit Act.

The Office of Management and Budget (OMB) *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, was issued to facilitate the implementation of the Single Audit Act as amended in 1996. OMB *Circular A-133* places the responsibility for identifying major programs to audit on the auditor. A risk-based approach, which considers current and prior audit experience, federal oversight, and inherent risk, is used to identify major programs. All audit issues are in the section entitled "Auditor's Results." Internal control weaknesses and compliance issues related to federal awards are included in the subsection entitled "Federal Findings and Questioned Costs."

Mike Nugent, Manager
Research & Legislation

Cathy Holland-Smith, Manager
Budget & Policy Analysis

Don H. Berg, Manager
Legislative Audits

Glenn Harris, Manager
Information Technology

Statehouse, P.O. Box 83720
Boise, Idaho 83720-0054

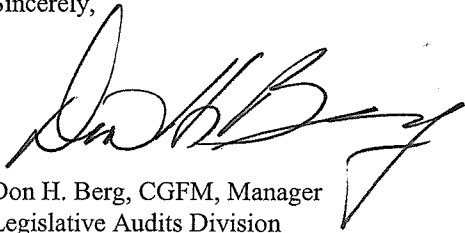
This document contains the following reports and schedules:

- Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance With OMB *Circular A-133*.
- Supplementary Schedules of Expenditures of Federal Awards
- Auditor's Results (schedules of current and prior federal findings and questioned costs)

The complete *Comprehensive Annual Financial Report (CAFR)*, which includes the State's basic financial statements, can be obtained from the Idaho Office of the State Controller (208-334-3100) or accessed on its Web site at www.sco.idaho.gov.

Internal control weaknesses and compliance issues related to the basic financial statements are reported in the statewide *Internal Control Report*. The report can be obtained from the Legislative Services Office (208-334-2475) or accessed on its Web site www.legislatureidaho.gov/audit.

Sincerely,

A handwritten signature in black ink, appearing to read "Don H. Berg", with a stylized flourish at the end.

Don H. Berg, CGFM, Manager
Legislative Audits Division

**STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

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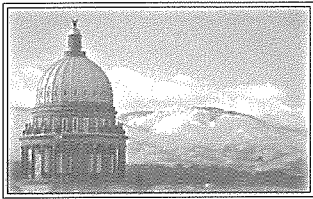
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*The State's basic financial statements are included in the *Idaho Comprehensive Annual Financial Report (CAFR)* published in conjunction with this *Single Audit Report* by the Office of the State Controller. The *CAFR* can be obtained from the Office of the State Controller (208-334-3100) or accessed on its Web site at www.sco.idaho.gov.



Legislative Services Office Idaho State Legislature

Serving Idaho's Citizen Legislature

Jeff Youtz
Director

June 30, 2009
December 23, 2008

Independent Auditor's Report on
Compliance with Requirements Applicable to
Each Major Program and on Internal Control over
Compliance in Accordance with OMB Circular A-133

Honorable C.L. "Butch" Otter, Governor
Honorable Members of the Legislature
Honorable Donna Jones, Controller

Compliance

We have audited the compliance of the State of Idaho with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008, except for the following programs. We did not audit the colleges and universities, Idaho Housing and Finance Association, and Idaho Individual High Risk Reinsurance Pool. These awards are not included in the Supplementary Schedules of Expenditures of Federal Awards contained in this report. These entities were audited by other auditors who have furnished their reports to the proper entities. The State of Idaho's major federal programs, except as described above, are identified in the Schedule of Federal Major Programs in the Auditor's Results section. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the State of Idaho's management. Our responsibility is to express an opinion on the State of Idaho's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB *Circular A-133* require that we plan and perform the audit to obtain reasonable assurance as to whether noncompliance with the types of compliance requirements referred to above, that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the State of Idaho's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the State of Idaho's compliance with those requirements.

In our opinion, the State of Idaho complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, that are required to be reported in accordance with OMB *Circular A-133*, and that are described in the accompanying schedule of findings and questioned costs as findings 08F-4, 08F-5, and 08F-6.

Internal Control Over Compliance

The management of the State of Idaho is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the State of Idaho's internal control over compliance with requirements that

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could have a direct and material effect on a major federal program, in order to determine our auditing procedures for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the State of Idaho's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we considered to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 08F-1, 08F-2, 08F-3, 08F-7, and 08F-8.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. Of the significant deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs. We consider items 08F-1 and 08F-8 to be material weaknesses.

Responses to the findings identified in our audit are included in the accompanying Schedule of Findings and Questioned Costs. We did not audit the responses and, accordingly, we express no opinion on it.

Schedules of Expenditures of Federal Awards

We have audited the basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Idaho as of and for the year ended June 30, 2008, and have issued our report thereon dated December 23, 2008. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the State of Idaho's basic financial statements. The accompanying Schedules of Expenditures of Federal Awards is presented for purpose of additional analysis as required by OMB *Circular A-133*, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Our report contained an unqualified opinion on the basic financial statements. Our opinion expressed therein, insofar as it relates to entities' financial statements that were audited by other auditors, was based solely on the reports of the other auditors.

This report is intended solely for the information and use of the management of the State of Idaho, federal awarding agencies, and pass-through entities, and is not intended to be, and should not be, used by anyone other than these specified parties.

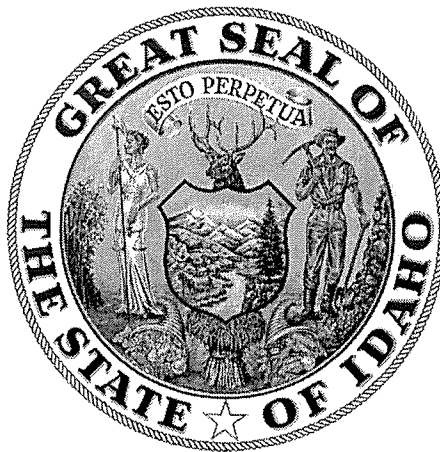
Sincerely,



Don H. Berg, CGFM, Manager
Legislative Audits Division

**STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

**SUPPLEMENTARY SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS**



**SUPPLEMENTARY SCHEDULE
OF
EXPENDITURES OF FEDERAL AWARDS
BY
FEDERAL DEPARTMENT**

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
DEPARTMENT OF AGRICULTURE				
FOOD STAMP CLUSTER:				
10.551	Supplemental Nutrition Assistance Program	Health and Welfare, Dept. of	\$109,235,355	NC
10.561	State Administrative Matching Grants for Food Stamp Program	Health and Welfare, Dept. of	11,148,626	
TOTAL FOOD STAMP CLUSTER			<u>\$120,383,981</u>	
CHILD NUTRITION CLUSTER:				
10.553	School Breakfast Program	Superintendent of Public Inst.	\$13,123,593	
10.555	National School Lunch Program	Superintendent of Public Inst.	38,187,156	
10.556	Special Milk Program for Children	Superintendent of Public Inst.	219,356	
10.559	Summer Food Service Program for Children	Superintendent of Public Inst.	3,149,494	
TOTAL CHILD NUTRITION CLUSTER			<u>\$54,679,599</u>	
EMERGENCY FOOD ASSISTANCE CLUSTER:				
10.568	Emergency Food Assistance Program (Administrative Costs)	Health and Welfare, Dept. of	\$247,895	NC
10.569	Emergency Food Assistance Program (Food Commodities)	Health and Welfare, Dept. of	1,337,057	
TOTAL EMERGENCY FOOD ASSISTANCE CLUSTER			<u>\$1,584,952</u>	
NON-CLUSTERED PROGRAMS:				
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Agriculture, Dept. of	\$2,472,732	
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Fish and Game, Dept. of	59,552	
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Lands, Dept. of	100,695	
10.028	Wildlife Services	Fish and Game, Dept. of	62,942	
10.069	Conservation Reserve Program	Lands, Dept. of	2,180	
10.077	Livestock Compensation Program	Agriculture, Dept. of	10,108	
10.156	Federal-State Marketing Improvement Program	Agriculture, Dept. of	29,254	
10.162	Inspection Grading and Standardization	Agriculture, Dept. of	22,241	
10.163	Market Protection and Promotion	Agriculture, Dept. of	49,391	
10.169	Specialty Crop Block Grant Program	Agriculture, Dept. of	97,388	PT
10.304	Homeland Security-Agricultural	Agriculture, Dept. of	3,600	
10.446	Rural Community Development Initiative	Commerce, Dept. of	34,511	
10.550	Food Donation	Superintendent of Public Inst.	4,867,369	NC
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Health and Welfare, Dept. of	25,201,892	
10.558	Child and Adult Care Food Program	Superintendent of Public Inst.	6,264,470	
10.558	Child and Adult Care Food Program	Health and Welfare, Dept. of	15,221	
10.560	State Administrative Expenses for Child Nutrition	Superintendent of Public Inst.	718,777	
10.574	Team Nutrition Grants	Superintendent of Public Inst.	235,829	
10.579	Child Nutrition Discretionary Grants Limited Availability	Superintendent of Public Inst.	95,496	
10.582	Fresh Fruit and Vegetable Program	Superintendent of Public Inst.	179,117	
10.664	Cooperative Forestry Assistance	Agriculture, Dept. of	693,751	
10.664	Cooperative Forestry Assistance	Lands, Dept. of	3,487,073	
10.672	Rural Development, Forestry, and Communities	Commerce, Dept. of	8,208	
10.672	Rural Development, Forestry, and Communities	Lands, Dept. of	81,095	
10.676	Forest Legacy Program	Lands, Dept. of	2,963,302	
10.677	Forest Land Enhancement Program	Lands, Dept. of	55,587	
10.861	Public Television Station Digital Transition Grant Program	Public Television, Idaho	149,962	
10.902	Soil and Water Conservation	Water Resources, Dept. of	1,728	
10.906	Watershed Surveys and Planning	Agriculture, Dept. of	81,144	
10.912	Environmental Quality Incentives Program	Lands, Dept. of	53,000	
10.999	Miscellaneous Forest Service Grants	Fish and Game, Dept. of	994,137	
10.999	Miscellaneous Natural Resources Conservation Service Grants	Fish and Game, Dept. of	345,048	
10.999	Harriman State Park Restoration	Parks and Recreation, Dept. of	735	
10.999	Marijuana Eradication Forest Service Grants	Police, Idaho State	5,945	
10.999	Upper Salmon River Basin	Water Resources, Dept. of	6,511	
TOTAL NON-CLUSTERED PROGRAMS			<u>\$49,449,991</u>	
TOTAL DEPARTMENT OF AGRICULTURE			<u>\$226,098,523</u>	

*Type of assistance other than direct cash. NC = Non-cash; PT = Pass-through

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
DEPARTMENT OF COMMERCE				
11.407	Interjurisdictional Fisheries Act of 1986	Fish and Game, Dept. of	\$264	
11.436	Columbia River Fisheries Development Program	Fish and Game, Dept. of	1,288,559	
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Agriculture, Dept. of	50,220	
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Fish and Game, Dept. of	222,164	
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Species Conservation, Office of	1,994,331	
11.441	Regional Fishery Management Councils	Fish and Game, Dept. of	16,821	
11.463	Habitat Conservation	Fish and Game, Dept. of	45,835	
11.550	Public Telecommunications Facilities Planning and Construction	Public Television, Idaho	184,991	
11.999	Miscellaneous NOAA Grants	Fish and Game, Dept. of	915,599	
	TOTAL DEPARTMENT OF COMMERCE		\$4,718,784	
DEPARTMENT OF DEFENSE				
12.002	Procurement Technical Assistance for Business Firms	Commerce, Dept. of	\$174,340	
12.113	Agreement Program for the Reimbursement of Technical Services	Environmental Quality, Dept. of	109,290	
12.401	National Guard Military Operations and Maintenance Projects	Military Division	22,562,162	
12.999	Miscellaneous Army Corps of Engineers Grants	Fish and Game, Dept. of	33,283	
	TOTAL DEPARTMENT OF DEFENSE		\$22,879,075	
HOUSING AND URBAN DEVELOPMENT				
14.171	Manufactured Home Construction and Safety Standards	Building Safety, Division of	\$46,605	
14.228	Community Development Block Grants/State's Program	Commerce, Dept. of	7,667,136	
14.228	Community Development Block Grants/State's Program	Military Division	22,626	
14.246	CDBG/Brownfields Economic Development Initiative	Historical Society, Idaho State	45,298	PT
	TOTAL HOUSING AND URBAN DEVELOPMENT		\$7,781,665	
DEPARTMENT OF THE INTERIOR				
FISH AND WILDLIFE CLUSTER:				
15.605	Sport Fish Restoration	Fish and Game, Dept. of	\$5,306,749	
15.611	Wildlife Restoration	Fish and Game, Dept. of	4,917,346	
	TOTAL FISH AND WILDLIFE CLUSTER		\$10,224,095	
NON-CLUSTERED PROGRAMS:				
15.130	Indian Education-Assistance to Schools	Superintendent of Public Inst.	\$30,177	
15.224	Cultural Resource Management	Historical Society, Idaho State	20,327	
15.228	Natl. Plan-Wildland Urban Interface Community Fire Assistance	Lands, Dept. of	68,078	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Fish and Game, Dept. of	314,892	
15.232	Wildland Fire Research and Studies Program	Environmental Quality, Dept. of	29,700	
15.608	Fish and Wildlife Management Assistance	Fish and Game, Dept. of	279,796	
15.608	Fish and Wildlife Management Assistance	Species Conservation, Office of	205,243	
15.615	Cooperative Endangered Species Conservation Fund	Agriculture, Dept. of	15,891	
15.615	Cooperative Endangered Species Conservation Fund	Fish and Game, Dept. of	362,798	
15.615	Cooperative Endangered Species Conservation Fund	Species Conservation, Office of	566,062	
15.616	Clean Vessel Act	Parks and Recreation, Dept. of	25,228	
15.622	Sport Fishing and Boating Safety Act	Parks and Recreation, Dept. of	7,330	
15.630	Coastal Program	Agriculture, Dept. of	130	
15.633	Landowner Incentive	Fish and Game, Dept. of	331,543	
15.634	State Wildlife Grants	Fish and Game, Dept. of	695,098	
15.647	Migratory Bird Conservation	Fish and Game, Dept. of	37,994	
15.808	U.S. Geological Survey-Research and Data Collection	Administration, Dept. of	3,877	
15.904	Historic Preservation Fund Grants-in-Aid	Historical Society, Idaho State	580,929	
15.916	Outdoor Recreation-Acquisition, Development, and Planning	Parks and Recreation, Dept. of	422,789	
15.999	Miscellaneous Fish and Wildlife Service Grants	Fish and Game, Dept. of	4,621,236	
15.999	Miscellaneous Bureau of Reclamation Grants	Fish and Game, Dept. of	544,514	
15.999	Challenge Cost Sharing	Historical Society, Idaho State	2,000	

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The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
15.999	Lake Walcott Projects	Parks and Recreation, Dept. of	\$188,205	
15.999	City of Rocks National Parks Service	Parks and Recreation, Dept. of	343,096	
15.999	Cascade Reservoir	Parks and Recreation, Dept. of	193,830	
15.999	Recreation Initiative	Parks and Recreation, Dept. of	13,404	
15.999	Fort Hall Water Rights Agreement	Water Resources, Dept. of	7,875	
15.999	Miscellaneous Bureau of Land Management Grants	Fish and Game, Dept. of	14,911	
15.999	Miscellaneous Bureau of Reclamation Grants	Water Resources, Dept. of	485	
15.999	Miscellaneous Geological Survey Grants	Water Resources, Dept. of	9,071	
15.DAC	Weed Control	Agriculture, Dept. of	113,623	
15.DAH	Hazards/Hazmat	Environmental Quality, Dept. of	71,774	
15.DAT	Fire Studies and Hazard Reduction	Military Division	9,587	
	TOTAL NON-CLUSTERED PROGRAMS		\$10,131,493	
	TOTAL DEPARTMENT OF THE INTERIOR		\$20,355,588	
	DEPARTMENT OF JUSTICE			
16.307	Combined DNA Index System	Police, Idaho State	\$3,239	
16.523	Juvenile Accountability Block Grants	Juvenile Corrections, Dept. of	367,991	
16.540	Juvenile Justice and Delinquency Prevention-Allocation to States	Juvenile Corrections, Dept. of	604,209	
16.543	Missing Children's Assistance	Attorney General, Office of the	7,510	
16.548	Title V-Delinquency Prevention Program	Juvenile Corrections, Dept. of	55,542	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Police, Idaho State	37,723	
16.560	Natl. Institute of Justice Research, Eval., and Develop. Project Grants	Police, Idaho State	14,229	
16.575	Crime Victim Assistance	Health and Welfare, Dept. of	1,612,192	
16.576	Crime Victim Compensation	Industrial Commission	793,467	
16.579	Edward Byrne Memorial Formula Grant Program	Police, Idaho State	397,671	
16.580	Edward Byrne Memorial Law Enforcement Assistance Discretionary Grants	Pharmacy, Board of	87,054	
16.588	Violence Against Women Formula Grants	Police, Idaho State	1,064,380	
16.590	Grants to Encourage Arrest Policies and Enforcement of Protection Orders	Judicial Dept.	273,586	
16.593	Residential Substance Abuse Treatment for State Prisoners	Police, Idaho State	94,602	
16.606	State Criminal Alien Assistance Program	Correction, Dept. of	581	
16.609	Community Prosecution and Project Safe Neighborhoods	Police, Idaho State	102,342	
16.710	Public Safety Partnership and Community Policing Grants	Correction, Dept. of	3,257	
16.727	Enforcing Underage Drinking Laws Program	Juvenile Corrections, Dept. of	332,298	
16.734	Special Data Collections and Statistical Studies	Police, Idaho State	6,984	
16.735	Protecting Inmates and Safeguarding Communities Discretionary Grant	Correction, Dept. of	454,665	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Police, Idaho State	1,903,680	
16.740	Statewide Automated Victim Information Notification	Correction, Dept. of	269,579	
16.741	Forensic DNA Capacity Enhancement Program	Police, Idaho State	127,973	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Police, Idaho State	91,696	
16.743	Forensic Casework DNA Backlog Reduction Program	Police, Idaho State	19,898	
16.744	Anti-Gang Initiative	Police, Idaho State	194,794	
16.999	Joint Terrorism Task Force	Police, Idaho State	9,492	
16.999	Organized Crime and Drug Task Force	Police, Idaho State	824	
	TOTAL DEPARTMENT OF JUSTICE		\$8,931,458	
	DEPARTMENT OF LABOR			
	EMPLOYMENT SERVICE CLUSTER:			
17.207	Employment Service/Wagner-Peyser Funded Activities	Labor, Dept. of	\$6,949,504	
17.801	Disabled Veterans' Outreach Program	Labor, Dept. of	383,861	
17.804	Local Veterans' Employment Representative Program	Labor, Dept. of	425,494	
	TOTAL EMPLOYMENT SERVICE CLUSTER		\$7,758,859	

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**STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
	WORKFORCE INVESTMENT ACT CLUSTER:			
17.258	WIA Adult Program	Labor, Dept. of	\$2,118,819	
17.259	WIA Youth Activities	Labor, Dept. of	3,375,999	
17.260	WIA Dislocated Workers	Labor, Dept. of	1,908,503	
	WORKFORCE INVESTMENT ACT CLUSTER		<u>\$7,403,321</u>	
	NON-CLUSTERED PROGRAMS:			
17.002	Labor Force Statistics	Labor, Dept. of	\$361,874	
17.005	Compensation and Working Conditions	Industrial Commission	3,527	
17.225	Unemployment Insurance	Labor, Dept. of	190,707,291	
17.235	Senior Community Service Employment Program	Aging, Commission on	532,141	
17.235	Senior Community Service Employment Program	Labor, Dept. of	361,841	
17.245	Trade Adjustment Assistance	Labor, Dept. of	5,876,025	
17.268	H-1B Job Training Grants	Labor, Dept. of	134,778	
17.273	Temporary Labor Certification for Foreign Workers	Labor, Dept. of	276,351	
	TOTAL NON-CLUSTERED PROGRAMS		<u>\$198,253,828</u>	
	TOTAL DEPARTMENT OF LABOR		<u>\$213,416,008</u>	
	DEPARTMENT OF TRANSPORTATION			
	HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:			
20.205	Highway Planning and Construction	Transportation Dept., Idaho	\$311,714,513	
	TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER		<u>\$311,714,513</u>	
	FEDERAL TRANSIT CLUSTER:			
20.500	Federal Transit-Capital Investment Grants	Transportation Dept., Idaho	\$145,045	
	TOTAL FEDERAL TRANSIT CLUSTER		<u>\$145,045</u>	
	TRANSIT SERVICES CLUSTER:			
20.513	Capital Assistance Program for Elderly Persons and Persons with	Transportation Dept., Idaho	\$524,013	
	TOTAL TRANSIT SERVICES CLUSTER		<u>\$524,013</u>	
	HIGHWAY SAFETY CLUSTER:			
20.600	State and Community Highway Safety	Transportation Dept., Idaho	\$1,379,392	
20.601	Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	Transportation Dept., Idaho	677,575	
20.604	Safety Incentive Grants for Use of Seatbelts	Transportation Dept., Idaho	159,550	
20.610	State Traffic Safety Information System Improvement Grants	Transportation Dept., Idaho	87,529	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Transportation Dept., Idaho	102,651	
	TOTAL HIGHWAY SAFETY CLUSTER		<u>\$2,406,697</u>	
	NON-CLUSTERED PROGRAMS:			
20.106	Airport Improvement Program	Transportation Dept., Idaho	\$479,104	
20.218	National Motor Carrier Safety	Police, Idaho State	2,106,704	
20.219	Recreational Trails Program	Parks and Recreation, Dept. of	617,194	
20.231	Performance and Registration Information Systems Management	Transportation Dept., Idaho	206,223	
20.232	Commercial Driver License State Programs	Transportation Dept., Idaho	1,397,464	
20.234	Safety Data Improvement Program	Police, Idaho State	32,439	
20.237	Commercial Vehicle Information Systems and Networks	Transportation Dept., Idaho	787,416	
20.509	Formula Grants for Other Than Urbanized Areas	Transportation Dept., Idaho	5,868,787	
20.515	State Planning and Research	Transportation Dept., Idaho	40,591	
20.700	Pipeline Safety	Public Utilities Commission	63,175	
20.703	Interagency Hazardous Materials Public Sector Training and Planning	Military Division	101,030	
	TOTAL NON-CLUSTERED PROGRAMS		<u>\$11,700,127</u>	
	TOTAL DEPARTMENT OF TRANSPORTATION		<u>\$326,490,395</u>	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
	DEPARTMENT OF THE TREASURY			
21.999	Equitable Sharing for Law Enforcement Agencies	Police, Idaho State	\$137,616	
	TOTAL DEPARTMENT OF THE TREASURY		<u>\$137,616</u>	
	EQUAL EMPLOYMENT OPPORTUNITY COMMISSION			
30.002	Employment Discrimination-Fair Employment Practices Contracts	Human Rights, Commission on	\$222,651	
	TOTAL EQUAL EMPLOYMENT OPPORTUNITY COMMISSION		<u>\$222,651</u>	
	GENERAL SERVICES ADMINISTRATION			
39.003	Donation of Federal Surplus Personal Property	Administration, Dept. of	\$1,332,421	NC
	TOTAL GENERAL SERVICES ADMINISTRATION		<u>\$1,332,421</u>	
	NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES			
45.025	Promotion of the Arts-Partnership Agreements	Arts, Commission on the	\$554,644	
45.129	Promotion of the Humanities-Federal/State Partnership	Historical Society, Idaho State	5,000	PT
45.129	Promotion of the Humanities-Federal/State Partnership	Libraries, Idaho Commission for	15,481	PT
45.129	Promotion of the Humanities-Federal/State Partnership	Parks and Recreation, Dept. of	1,273	PT
45.149	Promotion of the Humanities-Division of Preservation and Access	Historical Society, Idaho State	4,995	
45.310	Grants to States	Libraries, Idaho Commission for	1,285,058	
	TOTAL NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES		<u>\$1,866,451</u>	
	DEPARTMENT OF VETERANS AFFAIRS			
64.015	Veterans State Nursing Home Care	Veterans Services, Division of	\$5,857,736	
64.101	Burial Expenses Allowances for Veterans	Veterans Services, Division of	112,200	
64.203	State Cemetery Grants	Veterans Services, Division of	139,298	
64.999	Miscellaneous Veteran's Affairs Grants	Superintendent of Public Inst.	151,757	
	TOTAL DEPARTMENT OF VETERANS AFFAIRS		<u>\$6,260,991</u>	
	ENVIRONMENTAL PROTECTION AGENCY			
66.001	Air Pollution Control Program Support	Environmental Quality, Dept. of	\$1,447,356	
66.001	Air Pollution Control Program Support	Environmental Quality, Dept. of	78,000	NC
66.032	State Indoor Radon Grants	Health and Welfare, Dept. of	62,432	
66.034	Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act		794,503	
66.034	Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	Environmental Quality, Dept. of	136,109	NC
66.036	Clean School Bus USA		558	
66.202	Congressionally Mandated Projects	Environmental Quality, Dept. of	109,852	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Dept. of	2,632,014	
66.419	Water Pollution Control State, Interstate, and Tribal Program Support	Environmental Quality, Dept. of	116,000	NC
66.432	State Public Water System Supervision	Environmental Quality, Dept. of	1,062,282	
66.433	State Underground Water Source Protection	Water Resources, Dept. of	115,014	
66.436	Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements-Clean Water Act	Environmental Quality, Dept. of	61,132	
66.454	Water Quality Management Planning	Environmental Quality, Dept. of	113,972	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Quality, Dept. of	5,182,386	
66.460	Nonpoint Source Implementation Grants	Environmental Quality, Dept. of	2,986,864	
66.461	Regional Wetland Program Development Grants	Fish and Game, Dept. of	101,684	
66.463	Water Quality Cooperative Agreements	Environmental Quality, Dept. of	40,093	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Quality, Dept. of	12,128,249	
66.471	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs	Environmental Quality, Dept. of	226,617	
66.474	Water Protection Grants to the States	Environmental Quality, Dept. of	30,321	
66.500	Environmental Protection-Consolidated Research Grants	Environmental Quality, Dept. of	2,985	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Quality, Dept. of	\$497,993	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Quality, Dept. of	3,019	PT
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Water Resources, Dept. of	120,108	
66.608	Environmental Information Exchange Network Grant Program	Environmental Quality, Dept. of	98,883	
66.609	Protection of Children and Older Adults from Environmental Health Risks	Health and Welfare, Dept. of	4,506	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Agriculture, Dept. of	416,916	
66.708	Pollution Prevention Grants Program	Environmental Quality, Dept. of	100,085	
66.801	Hazardous Waste Management State Program Support	Environmental Quality, Dept. of	615,252	
66.802	Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	Environmental Quality, Dept. of	16,252,231	
66.804	State and Tribal Underground Storage Tanks Program	Environmental Quality, Dept. of	290,777	
66.805	Leaking Underground Storage Tank Trust Fund Program	Environmental Quality, Dept. of	527,792	
66.809	Superfund State and Indian Tribe Core Program Cooperative Agreements	Environmental Quality, Dept. of	153,232	
66.817	State and Tribal Response Program Grants	Environmental Quality, Dept. of	831,659	
66.817	State and Tribal Response Program Grants	Environmental Quality, Dept. of	1,185	PT
66.818	Brownfields Assessment and Clean-up Cooperative Agreements	Environmental Quality, Dept. of	65,207	
66.818	Brownfields Assessment and Clean-up Cooperative Agreements	Parks and Recreation, Dept. of	(7,044)	
66.951	Environmental Education Grants	Health and Welfare, Dept. of	3,409	
	TOTAL ENVIRONMENTAL PROTECTION AGENCY		<u>\$47,403,633</u>	
	DEPARTMENT OF ENERGY			
81.000	Columbia River Basin Fish and Wildlife Program	Agriculture, Dept. of	\$83,563	
81.041	State Energy Program	Water Resources, Dept. of	918,674	
81.041	State Energy Program	Water Resources, Dept. of	98,414	PT
81.042	Weatherization Assistance for Low-Income Persons	Health and Welfare, Dept. of	2,101,589	
81.079	Regional Biomass Energy Programs	Water Resources, Dept. of	8,199	
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant	Environmental Quality, Dept. of	91,069	PT
81.117	Energy Efficiency and Renewable Energy Information Dissemination,	Water Resources, Dept. of	103,836	
81.119	State Energy Program Special Projects	Water Resources, Dept. of	162,371	
81.502	Idaho National Laboratory Oversight	Environmental Quality, Dept. of	2,712,619	
81.502	Idaho National Laboratory Oversight	Environmental Quality, Dept. of	191,346	PT
81.999	Miscellaneous Bonneville Power Administration Grants	Fish and Game, Dept. of	11,056,241	
81.999	Weatherization Conference	Health and Welfare, Dept. of	607,505	
81.999	Columbia Basin Water Transactions Program	Water Resources, Dept. of	368,197	
81.999	Heat Pump & Air Conditioner Research, Demo., and Deployment	Water Resources, Dept. of	226,180	
	TOTAL DEPARTMENT OF ENERGY		<u>\$18,729,803</u>	
	DEPARTMENT OF EDUCATION			
	SPECIAL EDUCATION CLUSTER:			
84.027	Special Education-Grants to States	Superintendent of Public Inst.	\$51,133,962	
84.173	Special Education-Preschool Grants	Superintendent of Public Inst.	2,267,658	
	TOTAL SPECIAL EDUCATION CLUSTER		<u>\$53,401,620</u>	
	NON-CLUSTERED PROGRAMS:			
84.002	Adult Education-State Grant Program	Superintendent of Public Inst.	\$1,642,772	
84.010	Title I Grants to Local Educational Agencies	Superintendent of Public Inst.	42,993,000	
84.011	Migrant Education-State Grant Program	Superintendent of Public Inst.	4,227,883	
84.013	Title I Program for Neglected and Delinquent Children	Superintendent of Public Inst.	290,734	
84.048	Vocational Education-Basic Grants to States	Professional-Tech. Educ., Div. of	6,892,612	
84.069	Leveraging Educational Assistance Partnership	Education, State Board of	150,545	
84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Comm. Blind and Visually Impaired	1,883,934	
84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Vocational Rehab., Div. of	16,977,517	
84.128	Rehabilitation Services-Service Projects	Vocational Rehab., Div. of	164,208	
84.169	Independent Living-State Grants	Vocational Rehab., Div. of	196,417	
84.169	Independent Living-State Grants	Comm. Blind and Visually Impaired	182,438	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
84.177	Independent Living Services for Older Individuals Who Are Blind	Comm. Blind and Visually Impaired	\$307,037	
84.181	Special Education-Grants for Infants and Families with Disabilities	Health and Welfare, Dept. of	2,322,287	
84.185	Byrd Honors Scholarships	Education, State Board of	202,250	
84.186	Safe and Drug-Free Schools and Communities-State Grants	Superintendent of Public Inst.	1,815,331	
84.187	Supported Employ. Svcs. for Individuals with Significant Disabilities	Vocational Rehab., Div. of	308,398	
84.187	Supported Employ. Svcs. for Individuals with Significant Disabilities	Comm. Blind and Visually Impaired	2,587	
84.196	Education for Homeless Children and Youth	Superintendent of Public Inst.	213,568	
84.213	Even Start-State Educational Agencies	Superintendent of Public Inst.	844,681	
84.215	Fund for the Improvement of Education	Superintendent of Public Inst.	512,436	
84.243	Tech-Prep Education	Professional-Tech. Educ., Div. of	596,372	
84.265	State Vocational Rehabilitation Unit In-Service Training	Vocational Rehab., Div. of	133,869	
84.265	State Vocational Rehabilitation Unit In-Service Training	Comm. Blind and Visually Impaired	24,189	
84.282	Charter Schools	Superintendent of Public Inst.	2,357,753	
84.287	Twenty-First Century Community Learning Centers	Superintendent of Public Inst.	4,605,575	
84.295	Ready-to-Learn Television	Public Television, Idaho	11,480	PT
84.298	State Grants for Innovative Programs	Superintendent of Public Inst.	506,579	
84.304	Civic Education-Cooperative Education Exchange Program	Superintendent of Public Inst.	19,026	PT
84.318	Education Technology State Grants	Superintendent of Public Inst.	2,287,678	
84.323	Special Education-State Personnel Development	Superintendent of Public Inst.	500,959	
84.330	Advanced Placement Program	Education, State Board of	31,906	
84.331	Grants to States for Incarcerated Youth Offenders	Correction, Dept. of	307,241	
84.332	Comprehensive School Reform Demonstration	Superintendent of Public Inst.	173,128	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Education, State Board of	458,987	
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs	Superintendent of Public Inst.	10,055	
84.350	Transition to Teaching	Education, State Board of	174,155	
84.357	Reading First State Grants	Superintendent of Public Inst.	3,725,427	
84.358	Rural Education	Superintendent of Public Inst.	283,010	
84.365	English Language Acquisition Grants	Education, State Board of	123,494	
84.365	English Language Acquisition Grants	Superintendent of Public Inst.	2,194,773	
84.366	Mathematics and Science Partnerships	Superintendent of Public Inst.	586,456	
84.367	Improving Teacher Quality State Grants	Education, State Board of	674,357	
84.367	Improving Teacher Quality State Grants	Superintendent of Public Inst.	13,828,952	
84.368	Grants for Enhanced Assessment Instruments	Superintendent of Public Inst.	389,902	
84.369	Grants for State Assessments and Related Activities	Education, State Board of	4,976,640	
84.373	Special Education-Technical Assistance on State Data Collection	Superintendent of Public Inst.	9,418	
84.377	School Improvement Grants	Superintendent of Public Inst.	121,559	
84.929	Civic Education	Superintendent of Public Inst.	24,844	PT
	TOTAL NON-CLUSTERED PROGRAMS		\$121,268,419	
	TOTAL DEPARTMENT OF EDUCATION		\$174,670,039	
NATIONAL ARCHIVES AND RECORDS ADMINISTRATION				
89.003	National Historical Publications and Records Grants	Historical Society, Idaho State	\$53,995	
	TOTAL NATIONAL ARCHIVES AND RECORDS		\$53,995	
ELECTION ASSISTANCE COMMISSION				
90.401	Help America Vote Act Requirements Payments	Secretary of State	\$2,068,825	
	TOTAL ELECTION ASSISTANCE COMMISSION		\$2,068,825	
HEALTH AND HUMAN SERVICES				
AGING CLUSTER:				
93.044	Grants for Supportive Services and Senior Centers	Aging, Commission on	\$2,118,609	
93.045	Nutrition Services	Aging, Commission on	2,693,596	
93.053	Nutrition Services Incentive Program	Aging, Commission on	898,915	
	TOTAL AGING CLUSTER		\$5,711,120	

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BY FEDERAL AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
	CCDF CLUSTER:			
93.575	Child Care and Development Block Grant	Health and Welfare, Dept. of	\$8,487,403	
93.596	Child Care Mandatory and Matching Funds of the Child Care and	Health and Welfare, Dept. of	11,983,850	
	TOTAL CCDF CLUSTER		<u>\$20,471,253</u>	
	MEDICAID CLUSTER:			
93.775	State Medicaid Fraud Control Units	Attorney General, Office of the	\$625,035	
93.777	State Survey and Certification of Health Care Providers and Suppliers	Health and Welfare, Dept. of	2,586,130	
93.778	Medical Assistance Program	Health and Welfare, Dept. of	861,272,648	
	TOTAL MEDICAID CLUSTER		<u>\$864,483,813</u>	
	NON-CLUSTERED PROGRAMS:			
93.041	Programs for Prevention of Elder Abuse, Neglect, and Exploitation	Aging, Commission on	\$27,761	
93.042	Long-term Care Ombudsman Services for Older Individuals	Aging, Commission on	80,819	
93.043	Disease Prevention and Health Promotion Services	Aging, Commission on	114,036	
93.048	Discretionary Projects	Aging, Commission on	307,108	
93.048	Special Programs for the Aging-Discretionary Projects	Health and Welfare, Dept. of	281,820	
93.051	Alzheimer's Disease Demonstration Grants to States	Aging, Commission on	228,446	
93.052	National Family Caregiver Support	Aging, Commission on	791,963	
93.069	Public Health Emergency Preparedness	Health and Welfare, Dept. of	4,402,723	
93.087	Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse	Health and Welfare, Dept. of	29,311	
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	Health and Welfare, Dept. of	515,007	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Dept. of	218,676	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Welfare, Dept. of	15,000	PT
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	Health and Welfare, Dept. of	170,628	
93.127	Emergency Medical Services for Children	Health and Welfare, Dept. of	108,523	
93.130	Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	Health and Welfare, Dept. of	127,564	
93.136	Injury Prevention and Control Research and State and Community Based Programs	Health and Welfare, Dept. of	199,823	
93.150	Projects for Assistance in Transition from Homelessness	Health and Welfare, Dept. of	300,000	
93.217	Family Planning-Services	Health and Welfare, Dept. of	1,733,643	
93.234	Traumatic Brain Injury State Demonstration Grant Program	Health and Welfare, Dept. of	62,367	
93.235	Abstinence Education Program	Health and Welfare, Dept. of	157,288	
93.240	State Capacity Building	Health and Welfare, Dept. of	221,208	
93.241	State Rural Hospital Flexibility Program	Health and Welfare, Dept. of	530,988	
93.243	Substance Abuse and Mental Health Services-Projects of Regional and National Significance	Health and Welfare, Dept. of	184,398	
93.251	Universal Newborn Hearing Screening	Health and Welfare, Dept. of	141,044	
93.256	State Planning Grants Health Care Access for the Uninsured	Health and Welfare, Dept. of	174,688	
93.268	Immunization Grants	Health and Welfare, Dept. of	2,294,772	
93.268	Immunization Grants	Health and Welfare, Dept. of	16,012,393	NC
93.275	Substance Abuse and Mental Health Services-Access to Recovery	Health and Welfare, Dept. of	1,610,663	
93.283	Centers for Disease Control and Prevention-Investigations and Technical Assistance	Health and Welfare, Dept. of	7,724,816	
93.283	Centers for Disease Control and Prevention-Investigations and Technical Assistance	Health and Welfare, Dept. of	6,936	PT
93.301	Small Rural Hospital Improvement Grant Program	Health and Welfare, Dept. of	264,662	
93.307	Minority Health and Health Disparities Research	Hispanic Affairs, Commission on	8,775	PT
93.556	Promoting Safe and Stable Families	Health and Welfare, Dept. of	1,472,076	
93.558	Temporary Assistance for Needy Families	Health and Welfare, Dept. of	28,103,473	
93.563	Child Support Enforcement	Health and Welfare, Dept. of	18,119,801	

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CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
93.566	Refugee and Entrant Assistance-State Administered Programs	Health and Welfare, Dept. of	\$788,128	
93.568	Low-Income Home Energy Assistance	Health and Welfare, Dept. of	14,184,124	
93.569	Community Services Block Grant	Health and Welfare, Dept. of	2,903,738	
93.586	State Court Improvement Program	Judicial Dept.	290,025	
93.590	Community-Based Child Abuse Prevention Grants	Health and Welfare, Dept. of	217,219	
93.597	Grants to States for Access and Visitation Programs	Health and Welfare, Dept. of	101,040	
93.599	Chafee Education and Training Vouchers Program	Health and Welfare, Dept. of	138,361	
93.600	Head Start	Health and Welfare, Dept. of	136,295	
93.603	Adoption Incentive Payments	Health and Welfare, Dept. of	10,889	
93.617	Voting Access for Individuals with Disabilities-Grants to States	Secretary of State	67,474	
93.630	Developmental Disabilities Basic Support and Advocacy Grants	Health and Welfare, Dept. of	475,213	
93.643	Children's Justice Grants To States	Health and Welfare, Dept. of	73,175	
93.645	Child Welfare Services-State Grants	Health and Welfare, Dept. of	1,378,598	
93.658	Foster Care-Title IV-E	Health and Welfare, Dept. of	9,139,990	
93.659	Adoption Assistance	Health and Welfare, Dept. of	4,326,884	
93.667	Social Services Block Grant	Health and Welfare, Dept. of	2,891,958	
93.669	Child Abuse and Neglect State Grants	Health and Welfare, Dept. of	247,532	
93.671	Family Violence Prevention & and Services/Grants for for Battered Women's Shelters	Health and Welfare, Dept. of	805,944	
93.674	Chafee Foster Care Independence Program	Health and Welfare, Dept. of	419,554	
93.767	State Children's Insurance Program	Health and Welfare, Dept. of	33,019,682	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations, and Evaluations	Health and Welfare, Dept. of	359,722	
93.779	Centers for Medicare and Medicaid Services Research, Demonstrations, and Evaluations	Insurance, Dept. of	405,800	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Welfare, Dept. of	3,974,807	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Welfare, Dept. of	211,852	
93.917	HIV Care Formula Grants	Health and Welfare, Dept. of	1,145,686	
93.938	Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	Superintendent of Public Inst.	238,222	
93.943	Epidemiologic Research Studies of AIDS and HIV	Health and Welfare, Dept. of	902,248	
93.944	HIV/AIDS Surveillance	Health and Welfare, Dept. of	69,632	
93.958	Block Grants for Community Mental Health Services	Health and Welfare, Dept. of	1,696,421	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Welfare, Dept. of	6,581,239	
93.977	Preventive Health Services-Sexually Transmitted Diseases Control Grants	Health and Welfare, Dept. of	389,055	
93.988	Diabetes Control Programs and Evaluation of Surveillance Systems	Health and Welfare, Dept. of	363,183	
93.991	Preventive Health and Health Services Block Grant	Health and Welfare, Dept. of	263,685	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Welfare, Dept. of	3,678,457	
93.999	Clinical Laboratory Improvement Amendments	Health and Welfare, Dept. of	163,684	
93.999	Drug Alcohol Information	Health and Welfare, Dept. of	76,582	
93.999	Food Sanitation Inspection	Health and Welfare, Dept. of	333	
93.999	Mammography Quality	Health and Welfare, Dept. of	26,312	
93.999	State EPI Outcomes	Health and Welfare, Dept. of	118,324	
93.999	State Outcomes Measurement and Management System	Health and Welfare, Dept. of	2,917	
93.999	Vital Statistics Grants	Health and Welfare, Dept. of	226,896	
93.999	Office of Minority Health	Health and Welfare, Dept. of	1,450	PT
93.999	Tobacco-Free Rodeo Project	Health and Welfare, Dept. of	25,000	PT
	TOTAL NON-CLUSTERED PROGRAMS		\$179,280,529	
	TOTAL HEALTH AND HUMAN SERVICES		\$1,069,946,715	

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CFDA	FEDERAL AWARDING AGENCY FEDERAL PROGRAM CLUSTER OR TITLE	STATE AGENCY	2008 AMOUNT	TYPE*
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				
94.003	State Commissions	Correction, Dept. of	\$71,741	
94.004	Learn and Serve America-School and Community Based Programs	Correction, Dept. of	69,081	
94.004	Learn and Serve America-School and Community Based Programs	Superintendent of Public Inst.	234,550	
94.006	AmeriCorps	Correction, Dept. of	1,044,640	
94.007	Planning and Program Development Grants	Correction, Dept. of	13,730	
94.009	Training and Technical Assistance	Correction, Dept. of	84,626	
94.013	Volunteers in Service to America	Superintendent of Public Inst.	61,329	
	TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE		<u>\$1,579,697</u>	
SOCIAL SECURITY ADMINISTRATION				
DISABILITY INSURANCE/SSI CLUSTER:				
96.001	Social Security-Disability Insurance	Labor, Dept. of	\$6,716,577	
	TOTAL DISABILITY INSURANCE/SSI CLUSTER		<u>\$6,716,577</u>	
NON-CLUSTERED PROGRAMS:				
96.008	Social Security-Work Incentives Planning and Assistance Program	Vocational Rehab., Div. of	\$343,057	
96.999	Electronic Death Registration	Health and Welfare, Dept. of	31,092	
96.999	Social Security Birth and Death Reports	Health and Welfare, Dept. of	8,244	
	TOTAL NON-CLUSTERED PROGRAMS		<u>\$382,393</u>	
	TOTAL SOCIAL SECURITY ADMINISTRATION		<u>\$7,098,970</u>	
DEPARTMENT OF HOMELAND SECURITY				
HOMELAND SECURITY CLUSTER:				
97.067	Homeland Security Grant Program	Military Division	\$9,314,236	
	TOTAL HOMELAND SECURITY CLUSTER		<u>\$9,314,236</u>	
NON-CLUSTERED PROGRAMS:				
97.004	State Domestic Preparedness Equipment Support Program	Military Division	\$4,368,903	
97.012	Boating Safety Financial Assistance	Parks and Recreation, Dept. of	1,060,060	
97.023	Community Assistance Program-State Support Services Element	Water Resources, Dept. of	126,970	
97.036	Disaster Grants-Public Assistance (Presidentially Declared Disasters)	Military Division	1,521,182	
97.039	Hazard Mitigation Grant	Military Division	84,682	
97.041	National Dam Safety Program	Water Resources, Dept. of	9,721	
97.042	Emergency Management Performance Grants	Military Division	2,035,918	
97.043	State Fire Training Systems Grants	Professional-Tech. Educ., Div. of	25,155	
97.046	Fire Management Assistance Grant	Military Division	418,881	
97.047	Pre-Disaster Mitigation	Military Division	308,833	
97.070	Map Modernization Management Support	Water Resources, Dept. of	132,914	
97.078	Buffer Zone Protection Plan	Military Division	474,120	
	TOTAL NON-CLUSTERED PROGRAMS		<u>\$10,567,339</u>	
	TOTAL DEPARTMENT OF HOMELAND SECURITY		<u>\$19,881,575</u>	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$2,181,924,878</u>	

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**SUPPLEMENTARY SCHEDULE
OF
EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY**

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
ADMINISTRATION, DEPARTMENT OF				
15.808	U.S. Geological Survey-Research and Data Collection	Department of the Interior	\$3,877	
39.003	Donation of Federal Surplus Personal Property	General Services Admin.	1,332,421	NC
	TOTAL ADMINISTRATION, DEPARTMENT OF		<u>\$1,336,298</u>	
AGING, COMMISSION ON				
17.235	Senior Community Service Employment Program	Dept. of Labor	\$532,141	
93.041	Programs for Prevention of Elder Abuse, Neglect & Exploitation	Health and Human Services	27,761	
93.042	Long-term Care Ombudsman Services for Older Individuals	Health and Human Services	80,819	
93.043	Disease Prevention and Health Promotion Services	Health and Human Services	114,036	
93.044	Grants for Supportive Services and Senior Centers	Health and Human Services	2,118,609	
93.045	Nutrition Services	Health and Human Services	2,693,596	
93.048	Discretionary Projects	Health and Human Services	307,108	
93.051	Alzheimer's Disease Demonstration Grants to States	Health and Human Services	228,446	
93.052	National Family Caregiver Support	Health and Human Services	791,963	
93.053	Nutrition Services Incentive Program	Health and Human Services	898,915	
	TOTAL AGING, IDAHO COMMISSION ON		<u>\$7,793,394</u>	
AGRICULTURE, DEPARTMENT OF				
10.025	Plant and Animal Disease, Pest Control & Animal Care	Dept. of Agriculture	\$2,472,732	
10.077	Livestock Compensation Program	Dept. of Agriculture	10,108	
10.156	Federal-State Marketing Improvement Program	Dept. of Agriculture	29,254	
10.162	Inspection Grading and Standardization	Dept. of Agriculture	22,241	
10.163	Market Protection and Promotion	Dept. of Agriculture	49,391	
10.169	Specialty Crop Block Grant Program	Dept. of Agriculture	97,388	
10.304	Homeland Security-Agricultural	Dept. of Agriculture	3,600	PT
10.664	Cooperative Forestry Assistance	Dept. of Agriculture	693,751	
10.906	Watershed Surveys and Planning	Dept. of Agriculture	81,144	
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Dept. of Commerce	50,220	
15.615	Cooperative Endangered Species Conservation Fund	Dept. of the Interior	15,891	
15.630	Coastal Program	Dept. of the Interior	130	
15.DAC	Weed Control	Dept. of the Interior	113,623	
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	Environmental Protection Agency	416,916	
81.000	Columbia River Basin Fish and Wildlife Program	Dept. of Energy	83,563	
	TOTAL AGRICULTURE, DEPARTMENT OF		<u>\$4,139,952</u>	
ARTS, COMMISSION ON THE				
45.025	Promotion of the Arts-Partnership Agreements	Natl. Found. Arts & Humanities	\$554,644	
	TOTAL ARTS, COMMISSION ON THE		<u>\$554,644</u>	
ATTORNEY GENERAL, OFFICE OF THE				
16.543	Missing Children's Assistance	Dept. of Justice	\$7,510	
93.775	State Medicaid Fraud Control Units	Health and Human Services	625,035	
	TOTAL ATTORNEY GENERAL, OFFICE OF THE		<u>\$632,545</u>	
BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE				
84.126	Rehabilitation Services-Vocational Rehab. Grants to States	Dept. of Education	\$1,883,934	
84.169	Independent Living-State Grants	Dept. of Education	182,438	
84.177	Independent Living Services-Older Individuals Who Are Blind	Dept. of Education	307,037	
84.187	Supported Employ. Srvs. for Individuals w/Significant Disabilities	Dept. of Education	2,587	
84.265	State Vocational Rehabilitation Unit In-Service Training	Dept. of Education	24,189	
	TOTAL BLIND AND VISUALLY IMPAIRED, COMM. FOR THE		<u>\$2,400,185</u>	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
	BUILDING SAFETY, DIVISION OF			
14.171	Manufactured Home Construction and Safety Standards	Housing & Urban Development	\$46,605	
	TOTAL BUILDING SAFETY, DIVISION OF		<u>\$46,605</u>	
	COMMERCE, DEPARTMENT OF			
10.446	Rural Community Development Initiative	Dept. of Agriculture	\$34,511	
10.672	Rural Development, Forestry, and Communities	Dept. of Agriculture	8,208	
12.002	Procurement Technical Assistance for Business Firms	Dept. of Defense	174,340	
14.228	Community Development Block Grants/State's Program	Housing & Urban Development	7,667,136	
	TOTAL COMMERCE, DEPARTMENT OF		<u>\$7,884,195</u>	
	CORRECTION, DEPARTMENT OF			
16.606	State Criminal Alien Assistance Program	Dept. of Justice	\$581	
16.710	Public Safety Partnership and Community Policing Grants	Dept. of Justice	3,257	
16.735	Protect. Inmates & Safeguarding Communities Discretionary Grant	Dept. of Justice	454,665	
16.740	Statewide Automated Victim Information Notification	Dept. of Justice	269,579	
84.331	Grants to States for Incarcerated Youth Offenders	Dept. of Education	307,241	
94.003	State Commissions	Corp. for Natl. & Community Srv.	71,741	
94.004	Learn & Serve America-School and Community Based Programs	Corp. for Natl. & Community Srv.	69,081	
94.006	AmeriCorps	Corp. for Natl. & Community Srv.	1,044,640	
94.007	Planning and Program Development Grants	Corp. for Natl. & Community Srv.	13,730	
94.009	Training and Technical Assistance	Corp. for Natl. & Community Srv.	84,626	
	TOTAL CORRECTION, DEPARTMENT OF		<u>\$2,319,141</u>	
	EDUCATION, STATE BOARD OF			
84.069	Leveraging Educational Assistance Partnership	Dept. of Education	\$150,545	
84.185	Byrd Honors Scholarships	Dept. of Education	202,250	
84.330	Advanced Placement Program	Dept. of Education	31,906	
84.334	Gaining Early Awareness & Readiness for Undergrad. Programs	Dept. of Education	458,987	
84.350	Transition to Teaching	Dept. of Education	174,155	
84.365	English Language Acquisition Grants	Dept. of Education	123,494	
84.367	Improving Teacher Quality State Grants	Dept. of Education	674,357	
84.369	Grants for State Assessments and Related Activities	Dept. of Education	4,976,640	
	TOTAL EDUCATION, STATE BOARD OF		<u>\$6,792,334</u>	
	ENVIRONMENTAL QUALITY, DEPARTMENT OF			
12.113	Agreement Program for the Reimbursement of Technical Services	Dept. of Defense	\$109,290	
15.232	Wildland Fire Research and Studies Program	Dept. of the Interior	29,700	
15.DAH	Hazards/Hazmat	Dept. of the Interior	71,774	
66.001	Air Pollution Control Program Support	Environmental Protection Agency	1,447,356	
66.001	Air Pollution Control Program Support	Environmental Protection Agency	78,000	NC
66.034	Surveys, Studies, Research, Investigations Demonstrations & Special Purpose Activities Relating to the Clean Air Act	Environmental Protection Agency	794,503	
66.034	Surveys, Studies, Research, Investigations, Demonstrations & Special Purpose Activities Relating to the Clean Air Act	Environmental Protection Agency	136,109	NC
66.036	Clean School Bus USA	Environmental Protection Agency	558	
66.202	Congressionally Mandated Projects	Environmental Protection Agency	109,852	
66.419	Water Pollution Control State, Interstate & Tribal Program Support	Environmental Protection Agency	2,632,014	
66.419	Water Pollution Control State, Interstate & Tribal Program Support	Environmental Protection Agency	116,000	NC
66.432	State Public Water System Supervision	Environmental Protection Agency	1,062,282	
66.436	Surveys, Studies, Investigations, Demonstrations, Training Grants & Cooperative Agreements Relating to the Clean Air Act	Environmental Protection Agency	61,132	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
66.454	Water Quality Management Planning	Environmental Protection Agency	\$113,972	
66.458	Capitalization Grants for Clean Water State Revolving Funds	Environmental Protection Agency	5,182,386	
66.460	Nonpoint Source Implementation Grants	Environmental Protection Agency	2,986,864	
66.463	Water Quality Cooperative Agreements	Environmental Protection Agency	40,093	
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency	12,128,249	
66.471	State Grants to Reimburse Operators of Small Water Systems for Training and Certification Costs	Environmental Protection Agency	226,617	
66.474	Water Protection Grants to the States	Environmental Protection Agency	30,321	
66.500	Environmental Protection-Consolidated Research Grants	Environmental Protection Agency	\$2,985	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Protection Agency	497,993	
66.606	Surveys, Studies, Investigations and Special Purpose Grants	Environmental Protection Agency	3,019	PT
66.608	Environmental Information Exchange Network Grant Program	Environmental Protection Agency	98,883	
66.708	Pollution Prevention Grants Program	Environmental Protection Agency	100,085	
66.801	Hazardous Waste Management State Program Support	Environmental Protection Agency	615,252	
66.802	Superfund State, Political Subdivision, and Indian Tribe Site-Specific Cooperative Agreements	Environmental Protection Agency	16,252,231	
66.804	State and Tribal Underground Storage Tanks Program	Environmental Protection Agency	290,777	
66.805	Leaking Underground Storage Tank Trust Fund Program	Environmental Protection Agency	527,792	
66.809	Superfund State & Indian Tribe Core Prog. Cooperative Agreements	Environmental Protection Agency	153,232	
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	831,659	
66.817	State and Tribal Response Program Grants	Environmental Protection Agency	1,185	PT
66.818	Brownfields Assessment & Clean-up Cooperative Agreements	Environmental Protection Agency	65,207	
81.106	Transport of Transuranic Wastes to the Waste Isolation Pilot Plant	Dept. of Energy	91,069	PT
81.502	Idaho National Laboratory Oversight	Dept. of Energy	2,712,619	
81.502	Idaho National Laboratory Oversight	Dept. of Energy	191,346	PT
TOTAL ENVIRONMENTAL QUALITY, DEPARTMENT OF			\$49,792,406	
FISH AND GAME, DEPARTMENT OF				
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Dept. of Agriculture	\$59,552	
10.028	Wildlife Services	Dept. of Agriculture	62,942	
10.999	Miscellaneous Forest Service Grants	Dept. of Agriculture	994,137	
10.999	Miscellaneous Natural Resources Conservation Svc. Grants	Dept. of Agriculture	345,048	
11.407	Interjurisdictional Fisheries Act of 1986	Dept. of Commerce	264	
11.436	Columbia River Fisheries Development Program	Dept. of Commerce	1,288,559	
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Dept. of Commerce	222,164	
11.441	Regional Fishery Management Councils	Dept. of Commerce	16,821	
11.463	Habitat Conservation	Dept. of Commerce	45,835	
11.999	Miscellaneous NOAA Grants	Dept. of Commerce	915,599	
12.999	Miscellaneous Army Corps of Engineers Grants	Dept. of Defense	33,283	
15.231	Fish, Wildlife, and Plant Conservation Resource Management	Dept. of the Interior	314,892	
15.605	Sport Fish Restoration	Dept. of the Interior	5,306,749	
15.608	Fish and Wildlife Management Assistance	Dept. of the Interior	279,796	
15.611	Wildlife Restoration	Dept. of the Interior	4,917,346	
15.615	Cooperative Endangered Species Conservation Fund	Dept. of the Interior	362,798	
15.633	Landowner Incentive	Dept. of the Interior	331,543	
15.634	State Wildlife Grants	Dept. of the Interior	695,098	
15.647	Migratory Bird Conservation	Dept. of the Interior	37,994	
15.999	Miscellaneous Fish and Wildlife Service Grants	Dept. of the Interior	4,621,236	
15.999	Miscellaneous Bureau of Land Management Grants	Dept. of the Interior	14,911	
15.999	Miscellaneous Bureau of Reclamation Grants	Dept. of the Interior	544,514	
66.461	Regional Wetland Program Development Grants	Environmental Protection Agency	101,684	
81.999	Miscellaneous Bonneville Power Admin. Grants	Department of Energy	11,056,241	
TOTAL FISH AND GAME, DEPARTMENT OF			\$32,569,006	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
HEALTH AND WELFARE, DEPARTMENT OF				
10.551	Supplemental Nutrition Assistance Program	Dept. of Agriculture	\$109,235,355	NC
10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	Dept. of Agriculture	25,201,892	
10.558	Child and Adult Care Food Program	Dept. of Agriculture	15,221	
10.561	State Administrative Matching Grants for Food Stamp Program	Dept. of Agriculture	11,148,626	
10.568	Emergency Food Assistance Program (Administrative Costs)	Dept. of Agriculture	247,895	
10.569	Emergency Food Assistance Program (Food Commodities)	Dept. of Agriculture	1,337,057	NC
16.575	Crime Victim Assistance	Dept. of Justice	1,612,192	
66.032	State Indoor Radon Grants	Environmental Protection Agency	62,432	
66.609	Protection of Children and Older Adults from Environmental Health Risks	Environmental Protection Agency	4,506	
66.951	Environmental Education Grants	Environmental Protection Agency	\$3,409	
81.042	Weatherization Assistance for Low-Income Persons	Dept. of Energy	2,101,589	
81.999	Weatherization Conference	Dept. of Energy	607,505	
84.181	Special Education-Grants for Infants and Families with Disabilities	Dept. of Education	2,322,287	
93.048	Special Programs for the Aging-Discretionary Projects	Health and Human Services	281,820	
93.069	Public Health Emergency Preparedness	Health and Human Services	4,402,723	
93.087	Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse	Health and Human Services	29,311	
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	Health and Human Services	515,007	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	218,676	
93.110	Maternal and Child Health Federal Consolidated Programs	Health and Human Services	15,000	PT
93.116	Project Grants & Cooperative Agreements for Tuberculosis Control	Health and Human Services	170,628	
93.127	Emergency Medical Services for Children	Health and Human Services	108,523	
93.130	Cooperative Agreements to States/Territories for the Coordination and Development of Primary Care Offices	Health and Human Services	127,564	
93.136	Injury Prevention and Control Research and State and Community Based Programs	Health and Human Services	199,823	
93.150	Projects for Assistance in Transition from Homelessness	Health and Human Services	300,000	
93.217	Family Planning-Services	Health and Human Services	1,733,643	
93.234	Traumatic Brain Injury State Demonstration Grant Program	Health and Human Services	62,367	
93.235	Abstinence Education Program	Health and Human Services	157,288	
93.240	State Capacity Building	Health and Human Services	221,208	
93.241	State Rural Hospital Flexibility Program	Health and Human Services	530,988	
93.243	Substance Abuse and Mental Health Services-Projects of Regional and National Significance	Health and Human Services	184,398	
93.251	Universal Newborn Hearing Screening	Health and Human Services	141,044	
93.256	State Planning Grants Health Care Access for the Uninsured	Health and Human Services	174,688	
93.268	Immunization Grants	Health and Human Services	2,294,772	
93.268	Immunization Grants	Health and Human Services	16,012,393	NC
93.275	Substance Abuse & Mental Health Services-Access to Recovery	Health and Human Services	1,610,663	
93.283	Centers for Disease Control and Prevention-Investigations and Technical Assistance	Health and Human Services	7,724,816	
93.283	Centers for Disease Control and Prevention-Investigations and Technical Assistance	Health and Human Services	6,936	PT
93.301	Small Rural Hospital Improvement Grant Program	Health and Human Services	264,662	
93.556	Promoting Safe and Stable Families	Health and Human Services	1,472,076	
93.558	Temporary Assistance for Needy Families	Health and Human Services	28,103,473	
93.563	Child Support Enforcement	Health and Human Services	18,119,801	
93.566	Refugee and Entrant Assistance-State Administered Programs	Health and Human Services	788,128	
93.568	Low-Income Home Energy Assistance	Health and Human Services	14,184,124	
93.569	Community Services Block Grant	Health and Human Services	2,903,738	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
93.575	Child Care and Development Block Grant	Health and Human Services	\$8,487,403	
93.590	Community-Based Child Abuse Prevention Grants	Health and Human Services	217,219	
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund	Health and Human Services	11,983,850	
93.597	Grants to States for Access and Visitation Programs	Health and Human Services	101,040	
93.599	Chafee Education and Training Vouchers Program	Health and Human Services	138,361	
93.600	Head Start	Health and Human Services	136,295	
93.603	Adoption Incentive Payments	Health and Human Services	10,889	
93.630	Developmental Disabilities Basic Support & Advocacy Grants	Health and Human Services	475,213	
93.643	Children's Justice Grants To States	Health and Human Services	73,175	
93.645	Child Welfare Services-State Grants	Health and Human Services	1,378,598	
93.658	Foster Care-Title IV-E	Health and Human Services	9,139,990	
93.659	Adoption Assistance	Health and Human Services	4,326,884	
93.667	Social Services Block Grant	Health and Human Services	2,891,958	
93.669	Child Abuse and Neglect State Grants	Health and Human Services	247,532	
93.671	Family Violence Prevention and Services/Grants for Battered Women's Shelters	Health and Human Services	805,944	
93.674	Chafee Foster Care Independence Program	Health and Human Services	419,554	
93.767	State Children's Insurance Program	Health and Human Services	33,019,682	
93.777	State Survey and Cert.. of Health Care Providers and Suppliers	Health and Human Services	\$2,586,130	
93.778	Medical Assistance Program	Health and Human Services	861,272,648	
93.779	Centers for Medicare & Medicaid Svcs. Research, Demo. & Eval.	Health and Human Services	359,722	
93.889	National Bioterrorism Hospital Preparedness Program	Health and Human Services	3,974,807	
93.913	Grants to States for Operation of Offices of Rural Health	Health and Human Services	211,852	
93.917	HIV Care Formula Grants	Health and Human Services	1,145,686	
93.943	Epidemiologic Research Studies of AIDS and HIV	Health and Human Services	902,248	
93.944	HIV/AIDS Surveillance	Health and Human Services	69,632	
93.958	Block Grants for Community Mental Health Services	Health and Human Services	1,696,421	
93.959	Block Grants for Prevention and Treatment of Substance Abuse	Health and Human Services	6,581,239	
93.977	Preventive Health Services-Sexually Transmitted Diseases Control Grants	Health and Human Services	389,055	
93.988	Diabetes Control Programs & Eval. of Surveillance Systems	Health and Human Services	363,183	
93.991	Preventive Health and Health Services Block Grant	Health and Human Services	263,685	
93.994	Maternal and Child Health Services Block Grant to the States	Health and Human Services	3,678,457	
93.999	Clinical Laboratory Improvement Amendments	Health and Human Services	163,684	
93.999	Drug Alcohol Information	Health and Human Services	76,582	
93.999	Food Sanitation Inspection	Health and Human Services	333	
93.999	Mammography Quality	Health and Human Services	26,312	
93.999	State EPI Outcomes	Health and Human Services	118,324	
93.999	State Outcomes Measurement and Management System	Health and Human Services	2,917	
93.999	Vital Statistics Grants	Health and Human Services	226,896	
93.999	Office of Minority Health	Health and Human Services	1,450	PT
93.999	Tobacco-Free Rodeo Project	Health and Human Services	25,000	PT
96.999	Electronic Death Registration	Social Security Admin.	31,092	
96.999	Social Security Birth and Death Reports	Social Security Admin.	8,244	
	TOTAL HEALTH AND WELFARE, DEPARTMENT OF		<u>\$1,214,989,433</u>	
	HISPANIC AFFAIRS, COMMISSION ON			
93.307	Minority Health and Health Disparities Research	Health and Human Services	<u>\$8,775</u>	PT
	TOTAL HISPANIC COMMISSION		<u>\$8,775</u>	

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SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
	HISTORICAL SOCIETY, IDAHO STATE			
14.246	CDBG/Brownfields Economic Development Initiative	Housing & Urban Development	\$45,298	PT
15.224	Cultural Resource Management	Dept. of the Interior	20,327	
15.904	Historic Preservation Fund Grants-in-Aid	Dept. of the Interior	580,929	
15.999	Challenge Cost Sharing	Dept. of the Interior	2,000	
45.129	Promotion of the Humanities-Federal/State Partnership	Natl. Found.-Arts & Humanities	5,000	PT
45.149	Promotion of the Humanities-Division of Preservation and Access	Natl. Found.-Arts & Humanities	4,995	
89.003	National Historical Publications and Records Grants	Nat. Archives & Records Admin.	53,995	
	TOTAL HISTORICAL SOCIETY, IDAHO STATE		<u>\$712,544</u>	
	HUMAN RIGHTS, COMMISSION ON			
30.002	Employment Discrimination-Fair Employment Practices Contracts	Equal Employ. Opportunity Comm.	\$222,651	
	TOTAL HUMAN RIGHTS, COMMISSION ON		<u>\$222,651</u>	
	INDUSTRIAL COMMISSION			
16.576	Crime Victim Compensation	Dept. of Justice	\$793,467	
17.005	Compensation and Working Conditions	Dept. of Labor	3,527	
	TOTAL INDUSTRIAL COMMISSION		<u>\$796,994</u>	
	INSURANCE, DEPARTMENT OF			
93.779	Ctrs. for Medicare & Medicaid Svcs. Research, Demo. & Eval.	Health and Human Services	\$405,800	
	TOTAL INSURANCE, DEPARTMENT OF		<u>\$405,800</u>	
	JUDICIAL DEPARTMENT			
16.590	Grants to Encourage Arrest Policies & Enforce. of Protection Orders	Dept. of Justice	\$273,586	
93.586	State Court Improvement Program	Health and Human Services	290,025	
	TOTAL JUDICIAL DEPARTMENT		<u>\$563,611</u>	
	JUVENILE CORRECTIONS, DEPARTMENT OF			
16.523	Juvenile Accountability Block Grants	Dept. of Justice	\$367,991	
16.540	Juvenile Justice and Delinquency Prevention-Allocation to States	Dept. of Justice	604,209	
16.548	Title V-Delinquency Prevention Program	Dept. of Justice	55,542	
16.727	Enforcing Underage Drinking Laws Program	Dept. of Justice	332,298	
	TOTAL JUVENILE CORRECTIONS, DEPARTMENT OF		<u>\$1,360,040</u>	
	LABOR, DEPARTMENT OF			
17.002	Labor Force Statistics	Dept. of Labor	\$361,874	
17.207	Employment Service/Wagner-Peyser Funded Activities	Dept. of Labor	6,949,504	
17.225	Unemployment Insurance	Dept. of Labor	190,707,291	
17.235	Senior Community Service Employment Program	Dept. of Labor	361,841	
17.245	Trade Adjustment Assistance	Dept. of Labor	5,876,025	
17.258	WIA Adult Program	Dept. of Labor	2,118,819	
17.259	WIA Youth Activities	Dept. of Labor	3,375,999	
17.260	WIA Dislocated Workers	Dept. of Labor	1,908,503	
17.268	H-1B Job Training Grants	Dept. of Labor	134,778	
17.273	Temporary Labor Certification for Foreign Workers	Dept. of Labor	276,351	
17.801	Disabled Veterans' Outreach Program	Dept. of Labor	383,861	
17.804	Local Veterans' Employment Representative Program	Dept. of Labor	425,494	
96.001	Social Security-Disability Insurance	Social Security Admin.	6,716,577	
	TOTAL LABOR, DEPARTMENT OF		<u>\$219,596,917</u>	

*Type of assistance other than direct cash. NC = Non-cash; PT = Pass-through

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
LANDS, DEPARTMENT OF				
10.025	Plant and Animal Disease, Pest Control, and Animal Care	Dept. of Agriculture	\$100,695	
10.069	Conservation Reserve Program	Dept. of Agriculture	2,180	
10.664	Cooperative Forestry Assistance	Dept. of Agriculture	3,487,073	
10.672	Rural Development, Forestry, and Communities	Dept. of Agriculture	81,095	
10.676	Forest Legacy Program	Dept. of Agriculture	2,963,302	
10.677	Forest Land Enhancement Program	Dept. of Agriculture	55,587	
10.912	Environmental Quality Incentives Program	Dept. of Agriculture	53,000	
15.228	Natl. Fire Plan-Wildland Urban Interface Community Fire Assist.	Dept. of the Interior	68,078	
	TOTAL LANDS, DEPARTMENT OF		<u>\$6,811,010</u>	
LIBRARIES, IDAHO COMMISSION FOR				
45.129	Promotion of the Humanities-Federal/State Partnership	Natl. Found.-Arts & Humanities	\$15,481	PT
45.310	Grants to States	Natl. Found.-Arts & Humanities	1,285,058	
	TOTAL LIBRARIES, IDAHO COMMISSION FOR		<u>\$1,300,539</u>	
MILITARY, DIVISION OF				
12.401	Natl. Guard Military Operations and Maintenance Projects	Dept. of Defense	\$22,562,162	
14.228	Community Development Block Grants/State's Program	Housing & Urban Development	22,626	
15.DAT	Fire Studies and Hazard Reduction	Dept. of the Interior	9,587	
20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	Dept. of Transportation	101,030	
97.004	State Domestic Preparedness Equipment Support Program	Dept. of Homeland Security	4,368,903	
97.036	Disaster Grants-Public Assistance (Presidentially Declared Disasters)	Dept. of Homeland Security	1,521,182	
97.039	Hazard Mitigation Grant	Dept. of Homeland Security	84,682	
97.042	Emergency Management Performance Grants	Dept. of Homeland Security	2,035,918	
97.046	Fire Management Assistance Grant	Dept. of Homeland Security	418,881	
97.047	Pre-Disaster Mitigation	Dept. of Homeland Security	308,833	
97.067	Homeland Security Grant Program	Dept. of Homeland Security	9,314,236	
97.078	Buffer Zone Protection Plan	Dept. of Homeland Security	474,120	
	TOTAL MILITARY, DIVISION OF		<u>\$41,222,160</u>	
PARKS AND RECREATION, DEPARTMENT OF				
10.999	Harriman State Park Restoration	Dept. of Agriculture	\$735	
15.616	Clean Vessel Act	Dept. of the Interior	25,228	
15.622	Sportfishing and Boating Safety Act	Dept. of the Interior	7,330	
15.916	Outdoor Recreation-Acquisition, Development, and Planning	Dept. of the Interior	422,789	
15.999	Lake Walcott Projects	Dept. of the Interior	188,205	
15.999	City of Rocks National Parks Service	Dept. of the Interior	343,096	
15.999	Cascade Reservoir	Dept. of the Interior	193,830	
15.999	Recreation Initiative	Dept. of the Interior	13,404	
20.219	Recreational Trails Program	Dept. of Transportation	617,194	
45.129	Promotion of the Humanities-Federal/State Partnership	Natl. Found.-Arts & Humanities	1,273	PT
66.818	Brownfields Assessment & Clean-up Cooperative Agreements	Environmental Protection Agency	(7,044)	
97.012	Boating Safety Financial Assistance	Dept. of Homeland Security	1,060,060	
	TOTAL PARKS AND RECREATION, DEPARTMENT OF		<u>\$2,866,100</u>	
PHARMACY, BOARD OF				
16.580	Edward Byrne Memorial Law Enforce. Assist. Discretionary Grants	Dept. of Justice	\$87,054	
	TOTAL PHARMACY, BOARD OF		<u>\$87,054</u>	

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The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
POLICE, IDAHO STATE				
10.999	Marijuana Eradication Forest Service Grants	Dept. of Agriculture	\$5,945	
16.307	Combined DNA Index System	Dept. of Justice	3,239	
16.550	State Justice Statistics Program for Statistical Analysis Centers	Dept. of Justice	37,723	
16.560	Natl. Institute of Justice Research, Eval. & Develop. Project Grants	Dept. of Justice	14,229	
16.579	Edward Byrne Memorial Formula Grant Program	Dept. of Justice	397,671	
16.588	Violence Against Women Formula Grants	Dept. of Justice	1,064,380	
16.593	Residential Substance Abuse Treatment for State Prisoners	Dept. of Justice	94,602	
16.609	Community Prosecution and Project Safe Neighborhoods	Dept. of Justice	102,342	
16.734	Special Data Collections and Statistical Studies	Dept. of Justice	6,984	
16.738	Edward Byrne Memorial Justice Assistance Grant Program	Dept. of Justice	1,903,680	
16.741	Forensic DNA Capacity Enhancement Program	Dept. of Justice	127,973	
16.742	Paul Coverdell Forensic Sciences Improvement Grant Program	Dept. of Justice	91,696	
16.743	Forensic Casework DNA Backlog Reduction Program	Dept. of Justice	19,898	
16.744	Anti-Gang Initiative	Dept. of Justice	194,794	
16.999	Joint Terrorism Task Force	Dept. of Justice	9,492	
16.999	Organized Crime and Drug Task Force	Dept. of Justice	824	
20.218	National Motor Carrier Safety	Dept. of Transportation	2,106,704	
20.234	Safety Data Improvement Program	Dept. of Transportation	32,439	
21.999	Equitable Sharing for Law Enforcement Agencies	Dept. of the Treasury	137,616	
	TOTAL POLICE, IDAHO STATE		\$6,352,231	
PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF				
84.048	Vocational Education-Basic Grants to States	Dept. of Education	\$6,892,612	
84.243	Tech-Prep Education	Dept. of Education	596,372	
97.043	State Fire Training Systems Grants	Dept. of Homeland Security	25,155	
	TOTAL PROFESSIONAL-TECHNICAL EDUCATION, DIVISION OF		\$7,514,139	
PUBLIC TELEVISION, IDAHO				
10.861	Public Television Station Digital Transition Grant Program	Dept. of Agriculture	\$149,962	
11.550	Public Telecommunications Facilities Planning and Construction	Dept. of Commerce	184,991	
84.295	Ready-to-Learn Television	Dept. of Education	11,480	PT
	TOTAL PUBLIC TELEVISION, IDAHO		\$346,433	
PUBLIC UTILITIES COMMISSION				
20.700	Pipeline Safety	Dept. of Transportation	\$63,175	
	TOTAL PUBLIC UTILITIES COMMISSION		\$63,175	
SECRETARY OF STATE				
90.401	Help America Vote Act Requirements Payments	Election Assistance Comm.	\$2,068,825	
93.617	Voting Access for Individuals with Disabilities-Grants to States	Health and Human Services	67,474	
	TOTAL SECRETARY OF STATE		\$2,136,299	
SPECIES CONSERVATION, OFFICE OF				
11.438	Pacific Coast Salmon Recovery-Pacific Salmon Treaty Program	Dept. of Commerce	\$1,994,331	
15.608	Fish and Wildlife Management Assistance	Dept. of the Interior	205,243	
15.615	Cooperative Endangered Species Conservation Fund	Dept. of the Interior	566,062	
	TOTAL SPECIES CONSERVATION, OFFICE OF		\$2,765,636	
SUPERINTENDENT OF PUBLIC INSTRUCTION				
10.550	Food Donation	Dept. of Agriculture	\$4,867,369	NC
10.553	School Breakfast Program	Dept. of Agriculture	13,123,593	
10.555	National School Lunch Program	Dept. of Agriculture	38,187,156	

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STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
10.556	Special Milk Program for Children	Dept. of Agriculture	\$219,356	
10.558	Child and Adult Care Food Program	Dept. of Agriculture	6,264,470	
10.559	Summer Food Service Program for Children	Dept. of Agriculture	3,149,494	
10.560	State Administrative Expenses for Child Nutrition	Dept. of Agriculture	718,777	
10.574	Team Nutrition Grants	Dept. of Agriculture	235,829	
10.579	Child Nutrition Discretionary Grants Limited Availability	Dept. of Agriculture	95,496	
10.582	Fresh Fruit and Vegetable Program	Dept. of Agriculture	179,117	
15.130	Indian Education-Assistance to Schools	Dept. of the Interior	30,177	
64.999	Miscellaneous Veteran's Affairs Grants	Dept. of Veterans Affairs	151,757	
84.002	Adult Education-State Grant Program	Dept. of Education	1,642,772	
84.010	Title I Grants to Local Educational Agencies	Dept. of Education	42,993,000	
84.011	Migrant Education-State Grant Program	Dept. of Education	4,227,883	
84.013	Title I Program for Neglected and Delinquent Children	Dept. of Education	290,734	
84.027	Special Education-Grants to States	Dept. of Education	51,133,962	
84.173	Special Education-Preschool Grants	Dept. of Education	2,267,658	
84.186	Safe and Drug-Free Schools and Communities-State Grants	Dept. of Education	1,815,331	
84.196	Education for Homeless Children and Youth	Dept. of Education	213,568	
84.213	Even Start-State Educational Agencies	Dept. of Education	844,681	
84.215	Fund for the Improvement of Education	Dept. of Education	512,436	
84.282	Charter Schools	Dept. of Education	2,357,753	
84.287	Twenty-First Century Community Learning Centers	Dept. of Education	4,605,575	
84.298	State Grants for Innovative Programs	Dept. of Education	506,579	
84.304	Civic Education-Cooperative Education Exchange Program	Dept. of Education	19,026	PT
84.318	Education Technology State Grants	Dept. of Education	2,287,678	
84.323	Special Education-State Personnel Development	Dept. of Education	500,959	
84.332	Comprehensive School Reform Demonstration	Dept. of Education	173,128	
84.334	Gaining Early Awareness & Readiness for Undergraduate Prog.	Dept. of Education	10,055	
84.357	Reading First State Grants	Dept. of Education	3,725,427	
84.358	Rural Education	Dept. of Education	283,010	
84.365	English Language Acquisition Grants	Dept. of Education	2,194,773	
84.366	Mathematics and Science Partnerships	Dept. of Education	586,456	
84.367	Improving Teacher Quality State Grants	Dept. of Education	13,828,952	
84.368	Grants for Enhanced Assessment Instruments	Dept. of Education	389,902	
84.373	Special Education-Technical Assistance on State Data Collection	Dept. of Education	9,418	
84.377	School Improvement Grants	Dept. of Education	121,559	
84.929	Civic Education	Dept. of Education	24,844	PT
93.938	Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	Health and Human Services	238,222	
94.004	Learn and Serve America-School and Community Based Programs	Corp., Natl. & Community Sv.	234,550	
94.013	Volunteers in Service to America	Corp., Natl. & Community Sv.	61,329	
TOTAL SUPERINTENDENT OF PUBLIC INSTRUCTION			\$205,323,811	
TRANSPORTATION DEPARTMENT, IDAHO				
20.106	Airport Improvement Program	Dept. of Transportation	\$479,104	
20.205	Highway Planning and Construction	Dept. of Transportation	311,714,513	
20.231	Performance and Registration Information Systems Management	Dept. of Transportation	206,223	
20.232	Commercial Driver License State Programs	Dept. of Transportation	1,397,464	
20.237	Commercial Vehicle Information Systems and Networks	Dept. of Transportation	787,416	
20.500	Federal Transit-Capital Investment Grants	Dept. of Transportation	145,045	
20.509	Formula Grants for Other Than Urbanized Areas	Dept. of Transportation	5,868,787	
20.513	Capital Assist. Prog. for Elderly Persons & Persons w/Disabilities	Dept. of Transportation	524,013	
20.515	State Planning and Research	Dept. of Transportation	40,591	

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The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

STATE OF IDAHO
SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
BY STATE AGENCY
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

CFDA	STATE AGENCY FEDERAL PROGRAM TITLE	FEDERAL AGENCY	2008 AMOUNT	TYPE*
20.600	State and Community Highway Safety	Dept. of Transportation	\$1,379,392	
20.601	Alcohol Traffic Safety & Drunk Driving Prevent. Incentive Grants	Dept. of Transportation	677,575	
20.604	Safety Incentive Grants for Use of Seatbelts	Dept. of Transportation	159,550	
20.610	State Traffic Safety Info. System Improvement Grants	Dept. of Transportation	87,529	
20.612	Incentive Grant Program to Increase Motorcyclist Safety	Dept. of Transportation	102,651	
	TOTAL TRANSPORTATION DEPARTMENT, IDAHO		<u>\$323,569,853</u>	
	VETERANS SERVICES, DIVISION OF			
64.015	Veterans State Nursing Home Care	Dept. of Veterans Affairs	\$5,857,736	
64.101	Burial Expenses Allowances for Veterans	Dept. of Veterans Affairs	112,200	
64.203	State Cemetery Grants	Dept. of Veterans Affairs	139,298	
	TOTAL VETERANS SERVICES DIVISION OF		<u>\$6,109,234</u>	
	VOCATIONAL REHABILITATION, DIVISION OF			
84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	Dept. of Education	\$16,977,517	
84.128	Rehabilitation Services-Service Projects	Dept. of Education	164,208	
84.169	Independent Living-State Grants	Dept. of Education	196,417	
84.187	Disabilities	Dept. of Education	308,398	
84.265	State Vocational Rehabilitation Unit In-Service Training	Dept. of Education	133,869	
96.008	Social Security-Work Incentives Planning and Assistance Program	Social Security Admin.	343,057	
	TOTAL VOCATIONAL REHABILITATION, DIVISION OF		<u>\$18,123,466</u>	
	WATER RESOURCES, DEPARTMENT OF			
10.902	Soil and Water Conservation	Dept. of Agriculture	\$1,728	
10.999	Upper Salmon River Basin	Dept. of Agriculture	6,511	
15.999	Fort Hall Water Rights Agreement	Dept. of the Interior	7,875	
15.999	Miscellaneous Bureau of Reclamation Grants	Dept. of the Interior	485	
15.999	Miscellaneous Geological Survey Grants	Dept. of the Interior	9,071	
66.433	State Underground Water Source Protection	Environmental Protection Agency	115,014	
66.606	Surveys, Studies, Investigations & Special Purpose Grants	Environmental Protection Agency	120,108	
81.041	State Energy Program	Dept. of Energy	918,674	
81.041	State Energy Program	Dept. of Energy	98,414	PT
81.079	Regional Biomass Energy Programs	Dept. of Energy	8,199	
81.117	Energy Efficiency & Renewable Energy Info. Dissemination, Outreach, Training & Technical Analysis/Assistance	Dept. of Energy	103,836	
81.119	State Energy Program Special Projects	Dept. of Energy	162,371	
81.999	Columbia Basin Water Transactions Program	Dept. of Energy	368,197	
81.999	Heat Pump/Air Conditioner Research, Demo. & Deployment	Dept. of Energy	226,180	
97.023	Community Assistance Prog.-State Support Services Element	Dept. of Homeland Security	126,970	
97.041	National Dam Safety Program	Dept. of Homeland Security	9,721	
97.070	Map Modernization Management Support	Dept. of Homeland Security	132,914	
	TOTAL WATER RESOURCES, DEPARTMENT OF		<u>\$2,416,268</u>	
	TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$2,181,924,878</u>	

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The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

**NOTES TO SUPPLEMENTARY SCHEDULES
OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2008**

NOTE 1 – PURPOSE OF THE SCHEDULES

The Supplementary Schedules of Expenditures of Federal Awards (schedules) are in addition to the State's basic financial statements and are presented for purposes of additional analysis. The schedules are required by the Office of Management and Budget (OMB) *Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations*. OMB *Circular A-133* is issued pursuant to the Single Audit Act of 1984, P.L. 98-502, and the Single Audit Act Amendments of 1996, P.L. 104-156.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The reporting entity includes all federal awards administered by those State departments and entities included in the State's *Comprehensive Annual Financial Report* (CAFR), except for the colleges and universities, the Idaho Housing and Finance Association, and the Idaho Individual High Risk Reinsurance Pool. The Schedules of Expenditures of Federal Awards for the colleges and universities, the Idaho Housing and Finance Association, and the Idaho Individual High Risk Reinsurance Pool are audited by independent certified public accountants and published under separate cover.

B. Basis of Accounting

The schedules were prepared using the cash basis method of accounting. Expenditures are recognized when paid rather than when obligations are incurred. Therefore, some amounts presented in these schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

C. Basis of Presentation

Expenditures of Federal Awards – In accordance with the OMB *Circular A-133*, federal awards are federal cost-reimbursement contracts or federal financial assistance (cash or non-cash) in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance. Awards may be received directly from a federal agency or indirectly from a pass-through entity. Contracts between the State and federal government for which the federal government procures tangible goods or services are not considered to be expenditures of federal awards.

Catalog of Federal Domestic Assistance – The *Catalog of Federal Domestic Assistance* (CFDA) is a list of federal programs available. The OMB *Circular A-133* requires the schedules to provide total federal awards expended by the State for each individual federal program by CFDA number. Federal programs that have not been assigned a specific CFDA number are assigned a miscellaneous CFDA number – the first two digits of a miscellaneous CFDA number identify the federal awarding agency followed by ".999."

Program Clusters – Closely related programs with different CFDA numbers that share common compliance requirements are considered "program clusters." The Schedule of Expenditures of Federal Awards by Federal Agency displays programs by program cluster as mandated by the OMB *Circular A-133 Compliance Supplement*. Programs not included within a designated cluster are presented under the title "NON-CLUSTERED PROGRAMS."

Valuation of Non-cash Assistance – Non-cash awards are identified by "NC" on the schedules. Non-cash expenditures of federal awards were determined as follows:

1. CFDA 10.550, Food Donation – reported at the fair market value of the food commodities distributed
2. CFDA 10.551, Supplemental Nutrition Assistance Program – reported at the face value of food stamps provided
3. CFDA 10.569, Emergency Food Assistance – reported at the fair market value of the food commodities distributed

STATE OF IDAHO**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008**

4. CFDA 39.003, Donation of Federal Surplus Personal Property – reported at the fair market value of donated property as determined by General Services Administration
5. CFDA 66.001, Air Pollution Control Program Support – reported at the fair market value of the goods and services included as in-kind awards
6. CFDA 66.034, Surveys, Studies, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act – reported at the fair market value of the goods and services included as in-kind awards
7. CFDA 66.419, Water Pollution Control State, Interstate, and Tribal Program Support – reported at the fair market value of the goods and services included as in-kind awards
8. CFDA 93.268, Immunization Grants – reported at the federally assigned value of the serum distributed

State Funds Included with Federal Funds – State unemployment insurance funds are included with federal funds in the total expenditures for CFDA 17.225. The state portion was \$161,814,931, and the federal portion was \$28,892,360.

NOTE 3 – PASS-THROUGH ASSISTANCE

Some State agencies receive federal awards from non-federal entities to carry out federal programs. These awards are identified by "PT" on the schedules. The following is additional information about these awards:

1. CFDA 10.304 – The Department of Agriculture received U.S. Department of Agriculture funds from the University of California, Davis. The Department reported expenditures of \$3,600. (Grantor number 2007 37620 18230)
2. CFDA 14.246 – The Idaho State Historical Society received U.S. Housing and Urban Development funds from the Clearwater Economic Development Association. The Society reported expenditures of \$45,298. (Grantor numbers HUD05DF-550, HUD05DF-560, HUD05DF-564, and HUD06-657)
3. CFDA 45.129 – The Department of Parks and Recreation received National Foundation on the Arts and Humanities funds from the Idaho Humanities Council. The Department reported expenditures of \$1,273. (Grantor number 2007012)
4. CFDA 45.129 – The Idaho State Historical Society received National Foundation on the Arts and Humanities funds from the Idaho Humanities Council. The Society reported expenditures of \$5,000. (Grantor number 2008020)
5. CFDA 45.129 – The Idaho Commission for Libraries received National Foundation on the Arts and Humanities funds from the Idaho Humanities Council. The Commission reported expenditures of \$15,481. (Grantor number n/a)
6. CFDA 66.606 – The Department of Environmental Quality received U.S. Environmental Protection Agency funds from the Kootenai Tribe of Idaho. The Department reported expenditures of \$3,019. (Grantor number n/a)
7. CFDA 66.817 – The Department of Environmental Quality received U.S. Environmental Protection Agency funds from Sage Community Resources. The Department reported expenditures of \$1,185. (Grantor number n/a)

STATE OF IDAHO

**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008**

8. CFDA 81.041 – The Department of Water Resources received U.S. Department of Energy funds from Washington State University. The Department reported expenditures of \$98,414. (Grantor numbers 106621-G002179 and 104498-G002201)
9. CFDA 81.106 – The Department of Environmental Quality received U.S. Department of Energy funds from the Western Governors' Association. The Department reported expenditures of \$91,069. (Grantor number MOA DEFC0490AL65416)
10. CFDA 81.502 – The Department of Environmental Quality received U.S. Department of Energy funds from the Western Governors' Association. The Department reported expenditures of \$191,346. (Grantor number MOA DEFC0490AL65416)
11. CFDA 84.295 – Idaho Public Television received U.S. Department of Education funds from the Corporation for Public Broadcasting. Idaho Public Television reported expenditures of \$11,480. (Grantor number n/a)
12. CFDA 84.304 – The Superintendent of Public Instruction received U.S. Department of Education funds from the Center for Civic Education. The Superintendent reported expenditures of \$19,026. (Grantor number Q929A060001)
13. CFDA 84.929 – The Superintendent of Public Instruction received U.S. Department of Education funds from the Center for Civic Education. The Superintendent reported expenditures of \$24,844. (Grantor number Q929A060001)
14. CFDA 93.110 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from the University of Hawaii. The Department reported expenditures of \$15,000. (Grantor number 6548)
15. CFDA 93.283 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from the State of Washington. The Department reported expenditures of \$6,936. (Grantor number N17085)
16. CFDA 93.307 – The Commission on Hispanic Affairs received U.S. Department of Health and Human Services funds from Mountain States Group, Inc. The Commission reported expenditures of \$8,775. (Grantor number 5 R24 MD001711-02)
17. CFDA 93.999 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from Westaff (USA), Inc. The Department reported expenditures of \$1,450. (Grantor number TPD-03-C-0005)
18. CFDA 93.999 – The Department of Health and Welfare received U.S. Department of Health and Human Services funds from the Public Health Institute. The Department reported expenditures of \$25,000. (Grantor number PHI-1012157)

STATE OF IDAHO**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008****NOTE 4 – LOANS OUTSTANDING**

The following loan programs are administered on behalf of federal awarding agencies:

- A. The Department of Environmental Quality administers loans for the Capitalization Grants for Clean Water State Revolving Funds (CFDA 66.458) and the Capitalization Grants for Drinking Water State Revolving Funds (CFDA 66.468). These revolving funds make loans to qualified agencies for various water treatment projects. The loans are funded by the federal capitalization grants, state match, and revolving funds. The loans are disbursed as borrowers incur costs and are repaid over 20 years starting within one year after project completion. Interest rates vary between 0% and 4.5%. Management considers all loans to be fully collectible, so there is no allowance for uncollectible accounts.

Loan programs at June 30, 2008:

CAPITALIZATION GRANTS FOR CLEAN WATER - CFDA 66.458

	<u>Loan Authorized</u>	<u>Principal Repayments</u>	<u>Remaining Commitment</u>	<u>Receivable Balance</u>
Completed Projects	\$198,884,318	\$92,544,451	\$0	\$106,339,867
Projects in Progress	78,144,026	0	51,963,869	26,180,157
Totals	<u>\$277,028,344</u>	<u>\$92,544,451</u>	<u>\$51,963,869</u>	<u>\$132,520,024</u>
Less: Amount Due Within 1 Year				<u>5,249,019</u>
Loans Receivable Net of Current Maturities				<u>\$127,271,005</u>

CAPITALIZATION GRANTS FOR DRINKING WATER - CFDA 66.468

	<u>Loan Authorized</u>	<u>Principal Repayments</u>	<u>Remaining Commitment</u>	<u>Receivable Balance</u>
Completed Projects	\$41,368,884	\$9,371,832	\$0	\$31,997,052
Projects in Progress	70,891,855	9,735	48,758,745	22,123,375
Totals	<u>\$112,260,739</u>	<u>\$9,381,567</u>	<u>\$48,758,745</u>	<u>\$54,120,427</u>
Less: Amount Due Within 1 Year				<u>1,444,241</u>
Loans Receivable Net of Current Maturities				<u>\$52,676,186</u>

- B. The Department of Water Resources administers loan and grant programs (CFDA 81.999) for the U.S. Department of Energy. The original source of these funds was petroleum price violations. The funds are used to finance various energy conservation projects. The outstanding principal and interest at June 30, 2008, was \$559,525. The Department of Water Resources determined uncollectible accounts to be \$0.

STATE OF IDAHO**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008****NOTE 5 – SUBRECIPIENTS**

Some of the federal expenditures presented in the schedules were provided to subrecipients to administer federal programs. Some subrecipients are also provided State funds in addition to federal funds. The following is a schedule of State agency payments (federal and state funds) to subrecipients:

STATE AGENCY	CFDA	FEDERAL PROGRAM TITLE	AMOUNT
Administration, Dept. of	39.003	Donation of Federal Surplus Personal Property	\$1,332,421
Aging, Commission on	17.235	Senior Community Service Employment Program	87,152
Aging, Commission on	93.042	Long-term Care Ombudsman Services for Older Individuals	80,439
Aging, Commission on	93.043	Disease Prevention and Health Promotion Services	105,688
Aging, Commission on	93.044	Grants for Supportive Services and Senior Centers	2,380,456
Aging, Commission on	93.045	Nutrition Services	2,150,268
Aging, Commission on	93.048	Discretionary Projects	112,902
Aging, Commission on	93.051	Alzheimer's Disease Demonstration Grants to States	225,111
Aging, Commission on	93.052	National Family Caregiver Support	648,198
Aging, Commission on	93.053	Nutrition Services Incentive Program	898,915
Agriculture, Dept. of	10.077	Livestock Compensation Program	20
Agriculture, Dept. of	10.169	Specialty Crop Block Grant Program	5,117
Agriculture, Dept. of	15.615	Cooperative Endangered Species Conservation Fund	15,891
Arts, Commission on the	45.025	Promotion of the Arts-Partnership Agreements	191,347
Commerce, Dept. of	10.446	Rural Community Development Initiative	34,511
Commerce, Dept. of	10.672	Rural Development, Forestry, and Communities	2,127
Commerce, Dept. of	12.002	Procurement Technical Assistance for Business Firms	45,684
Commerce, Dept. of	14.228	Community Development Block Grants/State's Program	7,300,667
Correction, Dept. of	94.006	AmeriCorps	1,129,298
Education, State Board of	84.069	Leveraging Educational Assistance Partnership	150,545
Education, State Board of	84.185	Byrd Honors Scholarships	202,250
Education, State Board of	84.367	Improving Teacher Quality State Grants	338,357
Environmental Quality, Dept. of	66.001	Air Pollution Control Program Support	29,759
Environmental Quality, Dept. of	66.419	Water Pollution Control State, Interstate, and Tribal Program Support	30,904
Environmental Quality, Dept. of	66.432	State Public Water System Supervision	344,500
Environmental Quality, Dept. of	66.460	Nonpoint Source Implementation Grants	2,345,940
Environmental Quality, Dept. of	66.468	Capitalization Grants for Drinking Water State Revolving Funds	322,615
Environmental Quality, Dept. of	66.801	Hazardous Waste Management State Program Support	15,132
Environmental Quality, Dept. of	66.802	Superfund State, Political Subdiv. & Indian Tribe Site-Specific Cooperative Agreements	20,480
Environmental Quality, Dept. of	66.817	State and Tribal Response Program Grants	30,127
Environmental Quality, Dept. of	81.502	Idaho National Laboratory Oversight	396,022
Health and Welfare, Dept. of	10.557	Supplemental Nutrition for Women, Infants, and Children (WIC)	6,006,650
Health and Welfare, Dept. of	10.561	State Administrative Matching Grants for Food Stamp Program	735,285
Health and Welfare, Dept. of	10.568	Emergency Food Assistance Program (Administrative Costs)	255,116
Health and Welfare, Dept. of	16.575	Crime Victim Assistance	1,560,480
Health and Welfare, Dept. of	81.042	Weatherization Assistance for Low-Income Persons	2,081,223
Health and Welfare, Dept. of	84.181	Special Education-Grants for Infants and Families with Disabilities	74,734
Health and Welfare, Dept. of	93.048	Special Programs for the Aging-Discretionary Projects	240,578
Health and Welfare, Dept. of	93.069	Public Health Emergency Preparedness	2,688,215
Health and Welfare, Dept. of	93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	510,612
Health and Welfare, Dept. of	93.116	Project Grants and Cooperative Agreements for Tuberculosis Control	53,966
Health and Welfare, Dept. of	93.127	Emergency Medical Services for Children	33,172
Health and Welfare, Dept. of	93.136	Injury Prevention, Control Research and State and Community Based Prog.	88,425
Health and Welfare, Dept. of	93.217	Family Planning-Services	923,397
Health and Welfare, Dept. of	93.235	Abstinence Education Program	31,058
Health and Welfare, Dept. of	93.241	State Rural Hospital Flexibility Program	400,177
Health and Welfare, Dept. of	93.268	Immunization Grants	540,018
Health and Welfare, Dept. of	93.283	Ctrs. for Disease Control and Prevention-Investigations and Tech. Assistance	3,022,356
Health and Welfare, Dept. of	93.301	Small Rural Hospital Improvement Grant Program	249,223
Health and Welfare, Dept. of	93.556	Promoting Safe and Stable Families	25,000
Health and Welfare, Dept. of	93.558	Temporary Assistance for Needy Families	2,252,687
Health and Welfare, Dept. of	93.568	Low-Income Home Energy Assistance	4,046,265
Health and Welfare, Dept. of	93.569	Community Services Block Grant	2,873,220

STATE OF IDAHO**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008**

STATE AGENCY	CFDA	FEDERAL PROGRAM TITLE	AMOUNT
Health and Welfare, Dept. of	93.575	Child Care and Development Block Grant	3,084,058
Health and Welfare, Dept. of	93.630	Developmental Disabilities Basic Support and Advocacy Grants	41,716
Health and Welfare, Dept. of	93.659	Adoption Assistance	153,797
Health and Welfare, Dept. of	93.667	Social Services Block Grant	725,011
Health and Welfare, Dept. of	93.671	Family Violence Protection and Services for Battered Women's Shelters	773,081
Health and Welfare, Dept. of	93.674	Chafee Foster Care Independence Program	22,270
Health and Welfare, Dept. of	93.778	Medical Assistance Program	3,058,186
Health and Welfare, Dept. of	93.779	Ctrs. for Medicare and Medicaid Services Research, Demos. and Evaluations	3,683
Health and Welfare, Dept. of	93.889	National Bioterrorism Hospital Preparedness Program	3,689,786
Health and Welfare, Dept. of	93.913	Grants to States for Operation of Offices of Rural Health	40,121
Health and Welfare, Dept. of	93.917	HIV Care Formula Grants	82,964
Health and Welfare, Dept. of	93.943	Epidemiologic Research Studies of AIDS and HIV	355,707
Health and Welfare, Dept. of	93.944	HIV/AIDS Surveillance	21,070
Health and Welfare, Dept. of	93.958	Block Grants for Community Mental Health Services	96,428
Health and Welfare, Dept. of	93.959	Block Grants for Prevention and Treatment of Substance Abuse	19,650
Health and Welfare, Dept. of	93.977	Preventive Health Services-Sexually Transmitted Diseases Control Grants	187,312
Health and Welfare, Dept. of	93.988	Diabetes Control Programs and Evaluation of Surveillance Systems	140,019
Health and Welfare, Dept. of	93.991	Preventive Health and Health Services Block Grant	115,624
Health and Welfare, Dept. of	93.994	Maternal and Child Health Services Block Grant to the States	1,234,939
Health and Welfare, Dept. of	93.999	Office of Minority Health	967
Historical Society, Idaho State	14.246	CDBG/Brownfields Economic Development Initiative	1,500
Historical Society, Idaho State	15.224	Cultural Resource Management	5,000
Historical Society, Idaho State	15.904	Historic Preservation Fund Grants-in-Aid	62,960
Insurance, Dept. of	93.779	Ctrs. for Medicare and Medicaid Services Research, Demos. and Evaluations	168,755
Juvenile Corrections, Dept. of	16.523	Juvenile Accountability Incentive Block Grants	291,895
Juvenile Corrections, Dept. of	16.540	Juvenile Justice and Delinquency Prevention-Allocation to States	216,952
Juvenile Corrections, Dept. of	16.548	Title V Delinquency Prevention Program	54,953
Juvenile Corrections, Dept. of	16.727	Enforcing Underage Drinking Laws Program	117,178
Labor, Dept. of	17.207	Employment Service/Wagner-Peyser Funded Activities	20,981
Labor, Dept. of	17.258	WIA Adult Program	110,894
Labor, Dept. of	17.259	WIA Youth Activities	347,419
Labor, Dept. of	17.260	WIA Dislocated Workers	101,479
Labor, Dept. of	17.268	H-1B Job Training Grants	68,285
Lands, Dept. of	10.664	Cooperative Forestry Assistance	1,544,295
Lands, Dept. of	15.228	National Fire Plan-Wildland Urban Interface Community Fire Assistance	63,031
Lands, Dept. of	20.205	Highway Planning and Construction	153,178
Libraries, Idaho Comm. for	45.310	Grants to States	174,801
Military, Div. of	20.703	Interagency Hazardous Materials Public Sector Training and Planning Grants	73,168
Military, Div. of	97.004	State Domestic Preparedness Equipment Support Program	3,207,404
Military, Div. of	97.036	Disaster Grants-Public Assistance (Presidentially Declared Disasters)	1,165,309
Military, Div. of	97.039	Hazard Mitigation Grant	64,811
Military, Div. of	97.042	Emergency Management Performance Grants	690,443
Military, Div. of	97.046	Fire Management Assistance Grant	21,073
Military, Div. of	97.047	Pre-Disaster Mitigation	184,734
Military, Div. of	97.067	Homeland Security Grant Program	7,857,928
Military, Div. of	97.078	Buffer Zone Protection Plan	372,555
Parks and Recreation, Dept. of	15.616	Clean Vessel Act	25,228
Parks and Recreation, Dept. of	15.916	Outdoor Recreation-Acquisition, Development, and Planning	500,865
Parks and Recreation, Dept. of	20.219	Recreation Trails Program	593,339
Parks and Recreation, Dept. of	97.012	Boating Safety Financial Assistance	678,815
Police, Idaho State	16.579	Edward Byrne Memorial Formula Grant Program	25,890
Police, Idaho State	16.588	Violence Against Women Formula Grants	751,111
Police, Idaho State	16.609	Community Prosecution and Project Safe Neighborhoods	98,193
Police, Idaho State	16.727	Enforcing Underage Drinking Laws Program	15,758
Police, Idaho State	16.738	Edward Byrne Memorial Justice Assistance Grant Program	1,482,232
Police, Idaho State	16.744	Anti-Gang Initiative	187,247
Police, Idaho State	93.643	Children's Justice Grants	15,677
Prof.-Tech.Education, Div. of	84.048	Vocational Education-Basic Grants to States	6,023,082
Prof.-Tech.Education, Div. of	84.243	Tech-Prep Education	570,268
Prof.-Tech.Education, Div. of	97.043	State Fire Training Systems Grants	25,155
Secretary of State	90.401	Help America Vote Act Requirements Payments	1,146,211
Secretary of State	93.617	Voting Access for Individuals with Disabilities-Grants to States	150,874
Supt. of Public Instruction	10.550	Food Donation	5,001,986

STATE OF IDAHO**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008**

STATE AGENCY	CFDA	FEDERAL PROGRAM TITLE	AMOUNT
Supt. of Public Instruction	10.553	School Breakfast Program	11,614,719
Supt. of Public Instruction	10.555	National School Lunch Program	41,179,110
Supt. of Public Instruction	10.556	Special Milk Program for Children	181,306
Supt. of Public Instruction	10.558	Child and Adult Care Food Program	5,148,686
Supt. of Public Instruction	10.559	Summer Food Service Program for Children	2,266,194
Supt. of Public Instruction	10.574	Team Nutrition Grants	21,685
Supt. of Public Instruction	10.579	Child Nutrition Discretionary Grants Limited Availability	45,997
Supt. of Public Instruction	10.582	Fresh Fruit and Vegetable Program	133,120
Supt. of Public Instruction	15.130	Indian Education-Assistance to Schools	30,077
Supt. of Public Instruction	16.727	Enforcing Underage Drinking Laws Program	57,907
Supt. of Public Instruction	20.601	Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	34,744
Supt. of Public Instruction	84.002	Adult Education-State Grant Program	1,325,319
Supt. of Public Instruction	84.010	Title I Grants to Local Educational Agencies	42,468,543
Supt. of Public Instruction	84.011	Migrant Education-State Grant Program	3,728,911
Supt. of Public Instruction	84.027	Special Education-Grants to States	48,463,664
Supt. of Public Instruction	84.173	Special Education-Preschool Grants	2,267,658
Supt. of Public Instruction	84.186	Safe and Drug-Free Schools and Communities-State Grants	1,640,751
Supt. of Public Instruction	84.196	Education for Homeless Children and Youth	193,904
Supt. of Public Instruction	84.213	Even Start-State Educational Agencies	831,574
Supt. of Public Instruction	84.215	Fund for the Improvement of Education	512,436
Supt. of Public Instruction	84.282	Charter Schools	2,234,076
Supt. of Public Instruction	84.287	Twenty-First Century Community Learning Centers	4,333,626
Supt. of Public Instruction	84.298	State Grants for Innovative Programs	426,371
Supt. of Public Instruction	84.318	Education Technology State Grants	2,137,889
Supt. of Public Instruction	84.323	Special Education-State Personnel Development	24,000
Supt. of Public Instruction	84.332	Comprehensive School Reform Demonstration	173,007
Supt. of Public Instruction	84.357	Reading First State Grants	3,114,862
Supt. of Public Instruction	84.358	Rural Education	289,257
Supt. of Public Instruction	84.365	English Language Acquisition Grants	2,141,563
Supt. of Public Instruction	84.366	Mathematics and Science Partnerships	511,287
Supt. of Public Instruction	84.367	Improving Teacher Quality State Grants	13,556,623
Supt. of Public Instruction	84.368	Grants for Enhanced Assessment Instruments	77,713
Supt. of Public Instruction	84.373	Special Education-Technical Assistance on State Data Collection	6,225
Supt. of Public Instruction	84.377	School Improvement Grants	100,000
Supt. of Public Instruction	93.938	Comprehensive School Health Programs to Prevent the Spread of HIV	15,000
Supt. of Public Instruction	94.004	Learn and Serve America-School and Community Based Programs	129,337
Transportation Dept., Idaho	20.106	Airport Improvement Programs	327,557
Transportation Dept., Idaho	20.205	Highway Planning and Construction	4,331,085
Transportation Dept., Idaho	20.509	Formula Grants for Other Than Urbanized Areas	5,314,959
Transportation Dept., Idaho	20.513	Capital Assistance Program for Elderly Persons and Persons with Disabilities	455,957
Transportation Dept., Idaho	20.600	State and Community Highway Safety	589,321
Transportation Dept., Idaho	20.601	Alcohol Traffic Safety and Drunk Driving Prevention Incentive Grants	260,215
Transportation Dept., Idaho	20.604	Safety Incentive Grants for Use of Seatbelts	104,637
Transportation Dept., Idaho	20.610	State Traffic Safety Information System Improvement Grants	37,091
Vocational Rehab., Div. of	84.126	Rehabilitation Services-Vocational Rehabilitation Grants to States	58,066
Vocational Rehab., Div. of	84.169	Independent Living-State Grants	184,444
			<u><u>\$301,024,474</u></u>

STATE OF IDAHO

**Notes to Supplementary Schedules of Expenditures
of Federal Awards for the Year Ended June 30, 2008**

NOTE 6 – REBATES OF PROGRAM EXPENDITURES

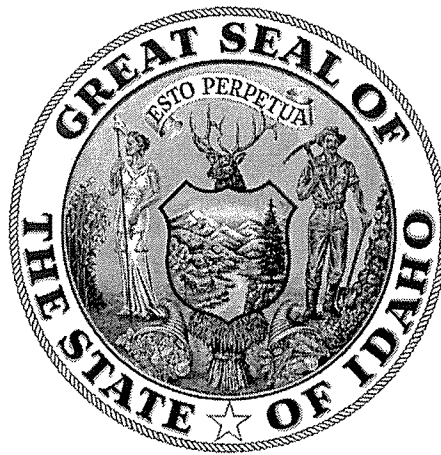
Manufacturers paid rebates for prescription drugs (CHIP and Medical Assistance) and infant formula (WIC) that had been previously purchased by program participants. The rebates reduce previously incurred program costs.

The State received the following program expenditure rebates during fiscal year 2008:

<u>Program</u>	<u>CFDA Number</u>	<u>Rebate Amount</u>
Children's Insurance Program (CHIP)	93.767	\$948,998
Medical Assistance Program	93.778	41,099,962
Supplemental Nutrition for Women, Infants and Children (WIC)	10.557	8,317,486

**STATE OF IDAHO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

AUDITOR'S RESULTS



**STATE OF IDAHO
SINGLE AUDIT REPORT
SUMMARY OF AUDITOR'S RESULTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

BASIC FINANCIAL STATEMENTS

1. The independent auditor's report on the basic financial statements expressed an unqualified opinion.
2. The audit of the basic financial statements disclosed significant deficiencies in internal control. None of the significant deficiencies are considered material weaknesses.
3. The audit of the basic financial statements did not disclose any noncompliance that is material to the financial statements.

FEDERAL AWARDS

1. The audit of federal major programs in the Schedule of Expenditures of Federal Awards disclosed significant deficiencies in internal control. We consider items 08F-1 and 08F-8 to be material weaknesses.
2. The independent auditor's report on compliance with federal major programs expressed an unqualified opinion.
3. The *Single Audit Report* disclosed findings that are required to be reported in accordance with the criteria in Section 510a of OMB *Circular A-133*.
4. The federal programs identified as major programs are listed on the following page.
5. The dollar threshold used to distinguish between Type A and Type B programs was \$6,545,771.
6. For the fiscal year ended June 30, 2008, the State of Idaho did not meet OMB *Circular A-133's* requirements to qualify as a low-risk auditee.

**STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL MAJOR PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 20, 2008**

PROGRAM OR CLUSTER TITLE	CFDA
FOOD STAMPS CLUSTER:	10.551
Supplemental Nutrition Assistance Program	10.561
State Administrative Matching Grants for Food Stamp Program	
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:	
Highway Planning and Construction	20.205
MEDICAID CLUSTER:	
State Medicaid Fraud Control Units	93.775
State Survey and Certification of Health Care Providers and Suppliers	93.777
Medical Assistance Program	93.778
NON-CLUSTERED PROGRAMS:	
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557
Capitalization Grants for Clean Water State Revolving Funds	66.458
Capitalization Grants for Drinking Water State Revolving Funds	66.468
Superfund State, Political Subdivisions, and Indian Tribe Site	66.802
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126
Temporary Assistance for Needy Families (TANF)	93.558
Child Support Enforcement	93.563

STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Federal Department Federal Program	State Agency	CFDA Number	Questioned Costs	Finding Reference
EDUCATION, U.S. DEPARTMENT OF				
Rehabilitation Services	Blind and Visually Impaired	84.126	N/D	08F-1
Rehabilitation Services	Blind and Visually Impaired	84.126	N/D	08F-2
Rehabilitation Services	Vocational Rehabilitation	84.126	N/D	08F-7
Rehabilitation Services	Vocational Rehabilitation	84.126	N/D	08F-8
HEALTH AND HUMAN SERVICES, U.S. DEPARTMENT OF				
Medicaid	Health and Welfare, Department of	93.778	N/D	08F-3
Child Support Enforcement	Health and Welfare, Department of	93.563	\$3,000,000	08F-4
Temporary Assistance to Needy Families	Health and Welfare, Department of	93.558	4,300,000	08F-4
Temporary Assistance to Needy Families	Health and Welfare, Department of	93.558	5,300,000	08F-5
Temporary Assistance to Needy Families	Health and Welfare, Department of	93.558	1,300,000	08F-6
Total Questioned Costs			<u><u>\$13,900,000</u></u>	

N/D = The amount of questioned costs for this finding is not easily determinable.

**STATE OF IDAHO
SINGLE AUDIT REPORT
FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 20, 2008**

BLIND AND VISUALLY IMPAIRED, COMMISSION FOR THE

FINDING 08F-1

CFDA Title: Rehabilitation Services

CFDA #: 84.126

Federal Award #:

H126A070017 and H126A080017

Program Year:

October 1, 2006 to September 30, 2007

October 1, 2007 to September 30, 2008

Federal Agency: Department of Education

Compliance Requirements:

B-Allowable Costs

Questioned Costs: Not Determinable

Administrative costs of \$170,000 were improperly allocated to the Commission's basic grant. The Commission uses a federally-approved allocation plan for distributing administrative costs to its federal grants. The allocation plan must follow federal regulations (*OMB Circular A-87*), which require that all programs of the Commission receive an appropriate allocation of administrative costs.

We determined that the Commission did not follow its federally-approved allocation plan and charged administrative costs to other federal programs. The Commission's basic grant was charged approximately \$170,000 in administrative costs that were initially allocated to other programs. These adjusted allocated costs are not allowable by the cost allocation plan and could result in the return of federal funds to the grantor.

RECOMMENDATION

We recommend that the Commission follow its federally-approved allocation plan and properly distribute administrative costs to all programs. We also recommend that the Commission contact the federal grantor to resolve the potential unallowable costs.

**AGENCY'S CORRECTIVE
ACTION PLAN**

The Commission's current cost allocation plan was approved by the U.S. Department of Education in November 2007. The plan describes the allocation of certain pools of direct costs, administrative costs, and indirect costs of the Commission. The costs charged to the CNS000 pool on the cost allocation spreadsheets are described in the approved plan as follows:

Counseling and Supportive Activities

Allocations of counseling and support personnel and related expenditures are subjected to a specific allocation. Related expenditures include office supplies, travel, telephone, and other miscellaneous items. The counseling and support personnel include six counselors, four administrative assistants, a field services chief, an office specialist I, an office services supervisor I, an office specialist II, a receptionist, and a client services aide.

These expenditures are allocated to programs based on the number of clients served in the reporting period in each program. A record is maintained listing the programs that served each client. A percentage of the total number of clients served in each program is calculated and multiplied by the total counseling and support personnel expenditures to obtain the allocation to each program.

It was soon discovered that the wording in the approved plan was not consistent with the Commission's practice for several years, nor was it consistent with the intent of the Commission. The costs accumulated in this pool include costs only associated with the Vocational Rehabilitation (VR) and the State Only Sight Restoration (SO) programs and should not be allocated to all programs as worded

STATE OF IDAHO

Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

in the approved plan. The approved plan, as worded, would allocate a portion of these costs to the Independent Living Part B (IL) and the Independent Living Older Blind (ILOB). The costs accumulated in this pool are not related to those programs and are only related to VO (basic support) and SO. If the Commission had followed the cost allocation plan as written, costs allocated to IL and ILOB would not have been appropriate. *OMB Circular A-87* requires that all programs of the Commission receive an appropriate allocation of administrative costs. It should be noted that the agency was allocating these costs as appropriate and required by *OMB Circular A-87*, but not in accordance with the approved cost allocation plan, which should have been amended.

As a result of the audit, the Commission contacted the U.S. Department of Education's Indirect Cost Group for guidance. It recommended that the Commission submit a proposal for an indirect cost rate. Although the questioned costs are not part of the indirect cost pool of the Commission, they are described in the cost allocation plan and will be described in the indirect cost rate proposal correctly and with added detail. The Commission plans to submit this proposal by July 1, 2009, and it will be effective for the fiscal year 2010 grant year.

FINDING 08F-2

CFDA Title: Rehabilitation Services

CFDA #: 84.126

Federal Award #:

H126A070017 and H126A080017

Program Year:

October 1, 2006 to September 30, 2007

October 1, 2007 to September 30, 2008

Federal Agency: Department of Education

Compliance Requirements: L-Reporting

Questioned Costs: Not Determinable

Reports of federal expenditures are inconsistent and not properly supported. Federal grantors require reports of federal expenditures as part of the compliance requirements applicable to most grants. In addition, the State Controller's Office (SCO) requests each agency to report expenditures of federal grants for the statewide Schedule of Expenditures of Federal Awards (SEFA). As part of the Single Audit process, we confirm that amounts reported to the SCO and federal grantors are consistent, properly identified, and supported.

The federal expenditures reported to the SCO and the federal grantors were not consistent or properly supported. Total expenditures reported to the SCO were \$2,400,185, but the total reported to federal grantors was \$2,576,845, a difference of \$176,660. Most of this difference is the result of improperly allocating administrative costs identified in Finding 08F-1. It appears that the amounts reported to the SCO are more accurate, but evidence to support these amounts was not available, and efforts by the Commission to recreate this data were not entirely successful.

RECOMMENDATION

We recommend that the Commission develop and retain appropriate support for the reports of federal expenditures and that amounts reported to the SCO and federal grantors are consistent. We also recommend that the Commission resubmit corrected reports to the federal grantors and resolve any unallowable cost issue as a result of these corrections.

STATE OF IDAHO

Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

AGENCY'S CORRECTIVE ACTION

The Commission reported an incorrect amount for federal expenditures to the State Controller's Office in the fiscal year 2008 closing package that was included in the statewide *Comprehensive Annual Financial Report (CAFR)*. This incorrect amount was due to the cost allocation process for several months where CNSOOO or counseling and placement costs were allocated in error to all programs including IL and ILOB. This allocation mistake was the result of allocating costs in accordance with our approved cost allocation plan, but not in accordance with Commission practices or intent. The Commission discovered that these costs allocated to IL and ILOB were not related to those programs, were inappropriate, and should only be allocated to the VR and SO programs. Once discovered, the correction was made and the federal quarterly reports were corrected. The Schedule of Expenditures of Federal Awards was not revised and led to inconsistent amounts being reported to the State Controller's Office and the U.S. Department of Education.

The Commission has reported this to the State Controller's Office, but the *CAFR* had already been published. Federal reports have been revised and updated. The Commission will also submit an indirect cost rate proposal to the U.S. Department of Education for fiscal year 2010 by July 1, 2009. Although these questioned costs are not part of the indirect cost pool, the specific allocation of these costs will be described accurately and in detail in the proposal.

HEALTH AND WELFARE, DEPARTMENT OF

FINDING 08F-3

CFDA Title: Medicaid

CFDA #: 93.778

Federal Award #:

05-0805ID5028 and 05-0805ID5048

Program Year:

October 1, 2006 to September 30, 2007

Federal Agency: Department of Health
and Human Services

Compliance Requirements: E-Eligibility

Questioned Costs: Not Determinable

Medicaid eligibility data in EPICS is still not reconciled to the Medicaid Automated Information System (AIM). We recommended in the fiscal year 2003, 2005, 2006, and 2007 audits that the Department establish a reconciliation process between EPICS and the Medicaid AIM payment system to ensure that client eligibility was properly recorded and that provider claims were paid promptly. This reconciliation process has not been fully developed nor consistently completed.

The Department has been working to establish reconciliation procedures, but the reconciliation is not performed consistently and current procedures are inadequate to prevent, detect, or correct errors in EPICS and AIM. The contract with Electronic Data Systems (EDS) requires a quarterly reconciliation, but the Department has failed to provide the information needed to complete the reconciliation. The payments to EDS include the cost of reconciliation even though it is not being performed.

Additionally, no interim procedures exist to ensure the accuracy and integrity of the eligibility records or to communicate potential reconciliation issues which would affect the new MMIS system. As a result, clients are not provided benefits promptly, or sometimes at all, and providers who render services to clients cannot be paid until the AIM record is created. For example, one client remained eligible in EPICS but pharmaceutical services were delayed because AIM did not recognize the client's eligibility.

STATE OF IDAHO

**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

RECOMMENDATION

We recommend that the Department continue to refine procedures to identify and correct errors in the automated records that cause client eligibility to be delayed or not established at all. These procedures should include appropriate data collection to provide at least quarterly reconciliations in compliance with contract requirements.

**AGENCY'S CORRECTIVE
ACTION PLAN**

The Department agrees that differences between the eligibility system and the Medicaid claims system have the potential to cause errors in payments to providers and services for clients. However, actual overpayments and denials of service are extraordinarily rare, considering the volume of changes in eligibility. The Department disagrees that the steps taken to manage that risk are inadequate. Steps have been taken to increase accuracy and reconcile the Eligibility Programs Integrated Computer System (EPICS) and Medicaid's Automated Information Management system (AIM).

The Department disagrees that the procedures are inadequate to prevent, detect, and correct errors in EPICS and AIM system.

Procedures that prevent errors

The Divisions of Medicaid and Welfare identified the causes of errors on past reconciliations reports and provided training and feedback to eligibility staff in an attempt to reduce their reoccurrence. The Welfare Division will continue its efforts to analyze the primary causes of errors and specifically target training for errors found during the reconciliation process.

Procedures that detect errors

- The Medicaid and Welfare Divisions worked together to produce periodic reconciliation reports and correct a list of potential errors between EPICS and AIM system.
- In Fiscal Year 2009, periodic reconciliation reports were run in August 2008, December 2008, April 2009, and are scheduled to be run again in June 2009 and September 2009.
- In addition to the periodic reconciliations performed within the scope of the Electronic Data Systems Inc. (EDS) contract, the Divisions of Medicaid and Welfare use a daily error report to identify the most urgent exceptions that could result in an overpayment or denial of services.
- The Department clearly communicates to the Information Systems Division that the timely production of the periodic reconciliation report is a key element of the Department's obligation to actively reconcile eligibility records.

Procedures that correct errors

- All of the reconciliation items that might cause an overpayment or denial of services are referred to the Division of Welfare. The Division of Welfare will begin tracking corrections to ensure they are made within fifteen (15) business days of being identified.
- In addition to the periodic reconciliation, daily error reports of critical or potential errors are reviewed and corrections are made accordingly.

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**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

The Department agrees that the existing systems have the potential to adversely affect a client or provider. The Department agrees that future information systems should increase the accuracy of eligibility records. The Department is currently working on the development and implementation of new Idaho Benefits Eligibility System (IBES) and MMIS. In October of 2009 the new IBES will be implemented and directly interfaced with the new MMIS which is schedule to be implemented in the first quarter of Calendar Year 2010. Upon implementation of the IBES, daily and monthly error reports will be produced and worked to ensure the accuracy of eligibility records. These more accurate records will be passed to the AIM system to accommodate benefits processing until the new MMIS is implemented.

The Department disagrees that no interim procedures exist to ensure the accuracy and integrity of the eligibility records or to communicate potential reconciliation issues which would affect the new MMIS.

Procedures that ensure the accuracy of eligibility records and that communicate potential reconciliation issues

- The plans outlining the design, testing, and ongoing reconciliation for the new MMIS specifically includes steps to ensure that eligibility is accurately recorded in the new systems.
- The design and testing plan for the new systems specifically includes a daily and monthly error reporting process.

It is the responsibility of the management of the Department to assess the risk of system errors. Management of the Department believes that the present reconciliation process and the documented steps to ensure that the new systems reduce unnecessary errors achieves the correct balance to manage the risk of potential errors. The Department will monitor this situation as both systems are implemented to determine if any existing or new errors occur.

AUDITOR'S RESPONSE

We have reviewed the Department's response and agree that improvements have been made in the reconciliation process during fiscal year 2009. Some error categories have been reduced, and the reconciliation is occurring more frequently. However, the contract requires quarterly reconciliations which the Department has been unable to complete within the specified time frames.

We are also concerned that the error rate increased by 7.4% between the December 2008 and April 2009 reconciliations, even though Medicaid applications increased by only 2.7% during this period.

The Department's plan to implement the new benefits system and payment system on different time schedules relies on daily and monthly error reporting rather than systematic reconciliations. This may further increase the risk of errors occurring and going undetected and uncorrected.

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Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

FINDING 08F-4

PROGRAM 1

CFDA Title: Child Support Enforcement

CFDA #: 93.563

Federal Award #: G0704ID4004

Program Year:

October 1, 2004 to September 30, 2007

Federal Agency: Department of Health
and Human Services

Compliance Requirements: B-Allowable Costs

Questioned Costs: \$3 million

PROGRAM 2

CFDA Title: Temporary Assistance to
Needy Families

CFDA #: 93.558

Federal Award #: G0008IDTANF

Program Year:

October 1, 2000 to September 30, 2007

Federal Agency: Department of Health
and Human Services

Compliance Requirements: B-Allowable Costs

Questioned Costs: \$4.3 million

Child support costs of over \$7 million were improperly charged to federal grants over the past several years. Child support cases must meet certain eligibility criteria for the Department to receive federal grant funds for the cost of providing full enforcement services. Cases are eligible for federal financial participation (FFP) from the Child Support grant if the individuals involved receive benefits under other assistance programs (such as Medicaid or Food Stamps) or have applied for child support services and paid a \$25 application fee.

For all other child support cases, the Department must provide services relating to the processing of child support amounts and the distribution of these to custodial parents. However, the costs to provide these "limited services" are not allowable to the Child Support grant unless the court order was issued by the State on or after January 1, 1994 and collections are received through a wage withholding process. Additionally, those cases with a court order issued by the State before January 1, 1994, and collections are received through a wage withholding process are eligible for FFP from the Temporary Assistance for Needy Families (TANF) grant.

We identified two issues concerning the costs allocated by the Department to the Child Support grant and the TANF grant for these limited services cases. The first involves the types of costs included in the allocation process, and the second involves the method for allocating these costs.

The federal grantor provided guidance that only those costs specifically related to the processing and distribution of child support amounts received through a wage withhold process are allowable. However, the costs identified by the Department to provide these "limited services" also included system, case management, and other costs beyond those specifically allowed.

In addition, the method used by the Department to allocate costs is based on ratios that improperly include cases and/or transactions which do not meet the requirements or guidance to be allowable. For example, collections that are not received through a wage withholding process are improperly included in the ratio used to allocate these costs to the federal grant.

The combination of the two issues has resulted in the allocation of approximately \$3 million in unallowable costs to the federal Child Support grant over the past four years and \$4.3 million in unallowable costs to the federal TANF grant over the past eight years.

We recommended in the fiscal year 2007 audit that the Department exclude costs from the federal grant for child support cases where the client is not eligible for services. The Department agreed and developed new procedures to ensure that only cases where the client is eligible for services are charged to the grant. These new procedures involved changing the allocation method and returning \$1.2 million to the federal grantor. However, the changes in the allocation method did not remove those collections that were not through a wage

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**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

withholding process from the ratio. In addition, the pool of costs continues to include amounts beyond those specifically allowed. As a result, the Department continued to allocate unallowable costs to the federal grant. The \$1.2 million of disallowed costs were also improperly moved to the TANF grant rather than repaid from other non-federal funds and are included in the total questioned costs for the TANF grant.

RECOMMENDATION

We recommend that the Department amend the amounts and method used to allocate costs to the Child Support and TANF grants for limited services cases. The allocation method should include only those transactions on open cases where the collections are through a wage withholding process, and only those costs specifically related to the processing and distribution process. We further recommend that the Department contact the federal grantor to resolve the questioned costs.

**AGENCY'S CORRECTIVE
ACTION PLAN**

Non IV-D Cases Allowable under TANF:

With respect to the cost of child support collections received by means other than through wage withholding, the Department disagrees with the finding and the recommendation.

We believe the fiscal year 1999 audit resolution very clearly states that the cost of processing child support payments not made by wage withholding are allowable under TANF. The resolution letter states:

"TANF funds may be used for processing child support payments when the cases do not qualify for funding under the Child Support Enforcement program. Cases where the support order is on or after January 1, 1994, and the payment is made by wage withholding are eligible for funding by the Child Support Enforcement program. Older cases or cases where payment is not made by wage withholding may be charged to TANF."

Additionally, the following guidance was received from Elaine Richman, DHHS, ACF on January 12, 2009:

"FFP is not available in the IV-D program for processing child support payments (collection and disbursement) in non-IV-D cases with child support orders initially issued prior to 1/1/94 and for non IV-D cases in which the support order is initially issued in the State on or after 1/1/94 that are not subject to wage withholding. (See Q/A 21, OCSE-AT-97-13, dated 9/15/97.) For these situations, an allocable portion (not 100%) of TANF funds may be used to help pay these costs, per the benefit program cost allocation methodology as per 2 CFR Part 225, OMB Circular A-87."

On February 10, 2009, pursuant to the guidance received from Elaine Richman, the Department submitted a proposed Cost Allocation Plan amendment to the Department of Health and Human Services, Division of Cost Allocation to formalize the allocation of child support costs. This amendment includes an additional cost pool to capture the cost of administering child support payments for non-IV-

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**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

D cases and provides a basis for allocating costs among benefitting programs.

The Department believes that child support costs not covered by the IV-D program are allowable under TANF and meet the fourth TANF purpose, "encouraging the formation and maintenance of two-parent families." The Department has also received federal guidance that these costs meet the fourth TANF purpose. This TANF purpose does not contain date restrictions nor does it have a restriction on the method of payment. The Department believes the date of the child support court order and the method of payment (i.e. via wage withholding) are not relevant to whether the costs are allowable under TANF.

Case Management and System Maintenance Costs:

With respect to the inclusion of case management and system maintenance expenses in the cost allocation process, the Department disagrees with the finding and the recommendation.

Under federal guidance for the Child Support program, the state is responsible for "receipt, recording, prompt disbursement and responding to requests for information on the current status of support payments made through the State Disbursement Unit." The Department believes that case management and system maintenance efforts are necessary to meet these requirements. Without maintaining the state child support system and managing the case, the SDU would be unable to adequately perform these tasks. As such, we have charged an allocable portion of these costs to the child support program.

State Disbursement Unit (SDU) Costs:

The Department has reviewed the invoices related to operating the State Disbursement Unit (SDU) and found costs that were inappropriately charged to the IV-D program. We reviewed the cost allocation methodology for each of the line items on the invoice and determined that some of these line items should be charged using different methodology. The following summarizes how the Department was previously charging the SDU contractor costs and how we began charging these costs, effective July 1, 2008:

STATE OF IDAHO**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

Invoice Line Item	Previous Methodology	New Methodology
Post Payments	100% IV-D	Allocated on Volume, Based on Type of Case (IV-D vs. Non-IV-D)
Phone Calls	100% IV-D	Allocated on Volume, Based on Type of Case (IV-D vs. Non-IV-D)
Non IV-D Case Management	0% IV-D	0% IV-D
Department of Juvenile Corrections Related Case Management	100% IV-D	100% IV-D
Mail Handling Casework	100% IV-D	100% IV-D
Postage Costs	100% IV-D	100% IV-D

In reviewing the invoices paid between State Fiscal Year (SFY) 2005 and SFY 2008, the Department estimates \$191,100 was inappropriately charged to the IV-D program. The Department believes the other questioned costs identified in the finding have been appropriately allocated to the federal Child Support and federal TANF programs.

AUDITOR'S RESPONSE

We have reviewed the Department's response and are concerned with the interpretation that all child support costs not allowable under the IV-D program, identified as "non-IV-D," are allowable under the TANF program. We received clarification from the federal grantor, Elaine Richman, DHHS, ACF, on November 12, 2008, which mirrors the guidance cited by the Department and contradicts this interpretation.

The guidance provided to us was as follows:

"When IV-D program funds may not be used to pay for an activity, then it might be possible to use an allocable portion of Federal TANF funds to pay for the activity. In December 2000, we were asked by the Seattle Region on behalf of Idaho whether it was allowable to use Federal TANF funds to help pay the costs of processing child support payments for non-IV-D cases in which the support order was initially issued prior to January 1, 1994 (the objective criteria). We advised yes. It is not a covered IV-D cost, and we agreed with the State that the cost is reasonably calculated to accomplish TANF purpose 4. This is the only activity that we have expressly addressed."

The allocation method submitted by the Department on February 10, 2009, charges all non-IV-D costs to the TANF grant, which does not consider the support order issue date as specified in the guidance.

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Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

Elaine Richman also indicated that:

"Neither Federal TANF funds nor State MOE funds may be used for the processing and distribution function for court orders initially issued on or after January 1, 1994, since the Federal IV-D program covers such costs."

We also received guidance from Elizabeth Matheson, DHHS, ACF, who indicated in an email on October 28, 2008 that:

"...only the costs of receiving and disbursing payments in non IV-D income withholding cases and answering questions about what was received and disbursed—are eligible for FFP under the IV-D program. The costs of maintaining complete payment records in these cases are not an allowable IV-D expenditure."

Elaine Richman concurred that only the processing and distribution costs are allowable to the TANF grant.

FINDING 08F-5

CFDA Title: Temporary Assistance to
Needy Families

CFDA #: 93.558

Federal Award #: G0008IDTANF

Program Year:

October 1, 2006 to September 30, 2007

Federal Agency: Department of Health
and Human Services

Compliance Requirements:

A-Activities Allowed or Unallowed

B-Allowable Costs

Questioned Costs: \$5.3 million

Administrative costs of \$5.3 million are incorrectly allocated to the TANF grant. The Department uses several methods for allocating administrative costs to federal grants, one of which is a "random moment time study" (RMTS). This method requires the Department to gather data about the activities that employees are performing at random moments during a period, which is then converted to a percentage calculation to allocate shared costs to each program or grant. The process for gathering data involves email requests to hundreds of employees each month asking that they identify their activity at the time of contact using various codes separated into 12 categories and providing narrative explanations as necessary.

Data from the Social Services RMTS for fiscal year 2008 indicates that all responses to the activity codes within the "Other Service Related" category were charged to the TANF Family Preservation grant. This category contains a total of six miscellaneous activities, two of which are activities that are not allowable under TANF regulations, and the other four are either no longer performed or the Department was unable to confirm the nature of the underlying activities. As a result, we question the allowability of nearly \$5.3 million in administrative costs charged to the TANF grant through the allocation of the Social Services Cost Pool, due to the lack of appropriate evidence that the costs benefit the grant as required by federal regulations.

An external consultant identified some weaknesses within the RMTS allocation process while reviewing various grant costs. As a result, the Department began reviewing the RMTS and found that existing errors were likely caused by a lack of staff training and supervisory emphasis on the importance of accurate responses, an out-of-date training manual, inadequate monitoring and quality assurance, and a lack of assigned responsibility for managing the allocation process and results.

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**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

The Department also noted that more than half of the responses identified in the "Other Service Related" category were incorrect and should have indicated a IV-E (foster care, adoption assistance, etc) grant activity code. Many of the responses did not include the required narrative needed to determine the appropriate allocating grant.

The Department has indicated its intention to submit a new allocation plan, create a quality assurance process, and require more comprehensive staff and supervisory training.

RECOMMENDATION 3

We recommend that the Department amend the RMTS allocation processes to properly identify and document allowable costs to the TANF grant. We also recommend that the Department contact the federal grantor to resolve the identified questioned cost amounts.

**AGENCY'S CORRECTIVE
ACTION PLAN**

The Department agrees with the finding and the recommendation. We will request an amendment to the Cost Allocation Plan to include the recommended changes to the RMTS activity codes and continue our RMTS training and monitoring efforts. We will also contact the federal grantor to resolve the questioned costs.

Of the six activities specifically listed in the Other Service Related category, only two are currently performed by the Department. The remaining four represent activities that the Department no longer performs. We will create two separate activity codes in the RMTS for Day Care Licensing and Health Care Administrative Case Management (Non-Medicaid Eligible). While these activity codes are not allowable under TANF, they may be eligible for other federal funding, such as the Child Care and Development Fund or the Social Service Block Grant. The Department will research other allowable funding sources for these activities prior to submitting the Cost Allocation Plan amendment.

After review of the various narrative descriptions provided by employees with their RMTS results, the Department agrees that most of the hits to the Other Service Related category should have been recorded elsewhere in the time study and allocated to other sources, such as activities related to Title IV-E Foster Care or Adoption Assistance. While some of the narrative descriptions provide detail around the actual activity being performed at the time of contact, other responses were blank or did not provide enough detail to determine which activity should have been selected. Due to blank or unclear responses, the Department recommends removing the "Other Service Related" activity from the basis of the allocation.

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Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

AUDITOR'S RESPONSE

We agree with the Department's corrective action plan and will monitor the progress to resolve this issue.

FINDING 08F-6

CFDA Title: Temporary Assistance to
Needy Families

CFDA #: 93.558

Federal Award #: G0008IDTANF

Program Year:

October 1, 2006 to September 30, 2007

Federal Agency: Department of Health
and Human Services

Compliance Requirements:

A-Activities Allowed or Unallowed

B-Allowable Costs

Questioned Costs: \$1.3 million

More than \$1.3 million of training costs charged to TANF are not supported by an appropriate allocation methodology. The fiscal year 2007 audit report included a finding that a disproportionate amount of child welfare training costs required for foster care/adoption assistance caseworkers was charged to the TANF Emergency Assistance (EA) grant without an allocation basis to properly support the amounts. This approach does not comply with federal cost principles (*OMB Circular A-87*), and the use of TANF funds for the recruitment and training of foster and pre-adoptive parents conflicts with the objective of the EA program. These costs are unallowable to the TANF program.

The Department agreed that the use of TANF EA funds for foster and pre-adoptive parent training was inappropriate and stated that TANF funds would no longer be used for this particular purpose. The Department also stated that the methodology for allocating the remaining costs associated with training would be evaluated to determine an appropriate method of allocation.

No changes were made to the allocation methodology until October 2008, allowing \$1.3 million in training costs, including foster and pre-adoptive training, to continue to be inappropriately charged to the TANF grant in fiscal year 2008.

In late 2008, the Department implemented a new allocation methodology by utilizing the Social Services RMTS as the basis for allocating these training costs. New invoice forms have been created using the RMTS rates for the corresponding month, and October 2008 was the first month the new forms and allocation rates were used. We agree that this may be an appropriate method of allocating the training costs, but problems with the RMTS (discussed in finding 3) may continue to charge unallowable costs to the TANF grant.

RECOMMENDATION 4

We recommend that the Department reassign RMTS cost codes to appropriate grants to comply with all *OMB Circular A-87* cost requirements, and proceed with efforts to update the RMTS manual, train staff, implement a monitoring process, and submit a revised cost allocation plan for federal approval. We further recommend that the Department contact the federal grantor to resolve all questioned cost amounts.

AGENCY'S CORRECTIVE ACTION PLAN

The Department agrees with the principles of the finding and the recommendation and will contact the federal grantor to resolve the questioned costs.

We will adjust training costs incurred during state fiscal year 2008 and during the first three months of state fiscal year 2009 (the quarter ended September 30, 2009) to reflect the revised allocation methodology. The revised methodology utilizes the results of the Social Service RMTS. We also agree that the revised allocation of

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**Federal Findings and Questioned Costs
for the Fiscal Year Ended June 30, 2008**

these training costs reflect any adjustments made to the Social Service RMTS as a result of Finding 08F-5.

AUDITOR'S RESPONSE

We agree with the Department's corrective action plan and will monitor the progress to resolve this issue.

VOCATIONAL REHABILITATION, IDAHO DEPARTMENT OF

FINDING 08F-7

CFDA Title: Rehabilitation Services

CFDA #: 84.126

Federal Award #:

H126A070016 and H126A080016

Program Year:

October 1, 2006 to September 30, 2007

October 1, 2007 to September 30, 2008

Federal Agency: Department of Education

Compliance Requirements:

C-Cash Management

Questioned Costs: Not Determinable

Federal funds are not requested within the time frames established in federal requirements. Federal regulations under the Cash Management Improvement Act (CMIA) require the Department of Vocational Rehabilitation (IDVR) to request federal funds within specific time frames based on the type of expenditure being reimbursed. The timing of requests is intended to minimize any delay in receiving reimbursements while keeping surplus federal funds on hand to a minimum.

Federal funds for operating costs and trustee and benefit payments were requested up to five days early, while some payroll costs were requested up to eight days late. These requests did not comply with the requirements of the CMIA and could result in potential interest costs payable to the federal grantor. The IDVR was not aware that requests for federal funds were based on business days, not calendar days.

RECOMMENDATION 08F-7

We recommend that the IDVR draw federal funds within the time frames established in federal regulations.

**AGENCY'S CORRECTIVE
ACTION PLAN**

Under Vocational Rehabilitation's main grant, CFDA 84.126, the clearance pattern for vendor payments and benefits is 10 (ten) days; payroll is 0 (zero) days. Historically, IDVR has requested vendor payment and benefit federal draws on a 10 "calendar-day" clearance pattern in accordance with federal guidelines. State auditors report that clearance pattern for federal draws are on a "business-day" basis.

IDVR researched this issue with the U.S. Department of Treasury, Fiscal Service (31 CFR Part 205) Federal Register and found that when the term "day" is used, it is referring to "calendar day" unless otherwise specified (page 8). "Business day" refers to "a day when the Federal Reserve is open." Agencies are to use the federal guidelines from the Department of Treasury unless different guidelines have been agreed to with their own Treasury-State Agreement. The State of Idaho's current CMIA agreement (page 21, section 7.8) has "days" defined as business days, not calendar days.

IDVR is now requesting vendor draws on a business day basis as per the State of Idaho's CMIA agreement. Draws for payroll are now requested and received on the day that payroll is released in accordance with payroll's 0 (zero) day clearance pattern.

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Federal Findings and Questioned Costs for the Fiscal Year Ended June 30, 2008

FINDING 08F-8

CFDA Title: Rehabilitation Services

CFDA #: 84.126

Federal Award #:

H126A070016 and H126A080016

Program Year:

October 1, 2006 to September 30, 2007

October 1, 2007 to September 30, 2008

Federal Agency: Department of Education

Compliance Requirements: B-Allowable Costs

Questioned Costs: Not Determinable

Indirect rates used to charge administrative costs to federal grants are not properly supported. Federal grants received by the IDVR allow for administrative costs to be charged based on an indirect rate. The indirect rate must comply with specific requirements as described in federal regulations (*OMB Circular A-87*) and use the agency's accounting system as the basis for the calculation.

The data and calculations used by the IDVR to develop the fiscal years 2007 and 2008 indirect rates were not available for audit. In addition, the current rate has not been calculated or submitted to the federal grantor as required. Although we performed limited audit procedures to evaluate whether the indirect rates used during the audit period were reasonable, significant risks exist that amounts claimed as indirect administrative costs are not complete or accurate.

The IDVR has experienced significant employee turnover in the accounting section during the last two years and has not fully developed or documented the processes and calculations to support the indirect rates.

RECOMMENDATION 08F-8

We recommend that the IDVR properly support the indirect rates used to charge administrative costs to federal grants by developing and documenting the processes and calculations in accordance with federal regulations.

AGENCY'S CORRECTIVE ACTION PLAN

Data used for this calculation of the indirect cost rate was pulled from IDVR's internal financial system several months after State year end, June 30. Since IDVR also reports to the U.S. Department of Education based on the federal fiscal year end, September 30, the internal financial system is set up to continue tracking adjustments for the fiscal year past June 30. These adjustment transactions were included in the data used to calculate the indirect cost rate audited. The exact data used to calculate this rate was saved in spreadsheet by the previous fiscal manager, but not saved in the IDVR database at the time the reports were run. Consequently, the reports could not be recreated or defended by current IDVR staff. The financial system used by IDVR is very accurate, but information changes as adjustments are made to prior year authorizations in our reporting system, so recreating an exact dollar amount is literally impossible if the data is not saved at the time the report was created.

IDVR has been in contact with John Masaitis, Deputy Director at the Department of Education, and has received a packet of information on how to properly apply for a current indirect cost rate. IDVR will work closely with the Department of Education to prepare and document an indirect cost rate according to the federal regulations. Future indirect cost rate proposals will be properly documented with documentation available for review.

**STATE OF IDAHO
SINGLE AUDIT REPORT
SCHEDULE OF PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

Federal Department Federal Program	State Agency	CFDA Number	Questioned Costs	Finding Reference
HEALTH AND HUMAN SERVICES, U.S. DEPARTMENT OF				
Medicaid	Health and Welfare, Department of	93.778	N/D	07F-1
Medicaid	Health and Welfare, Department of	93.778	N/D	07F-2
Medicaid	Health and Welfare, Department of	93.778	N/D	07F-3
Medicaid	Health and Welfare, Department of	93.778	N/D	07F-4
Medicaid	Health and Welfare, Department of	93.778	N/D	07F-5
Children's Health Insurance Program	Health and Welfare, Department of	93.767	N/D	07F-6
Medicaid	Health and Welfare, Department of	93.767	N/D	07F-7
Child Support Enforcement	Health and Welfare, Department of	93.563	\$622,000	07F-8
Temporary Assistance to Needy Families	Health and Welfare, Department of	93.558	\$294,000	07F-9
Temporary Assistance to Needy Families	Health and Welfare, Department of	93.558	N/D	07F-10

EDUCATION, U.S. DEPARTMENT OF

Special Education Grant (cluster)	Superintendent of Public Instruction	84.027	N/D	07F-11
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Total Questioned Costs			<u><u>\$916,000</u></u>	
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N/D = The amount of questioned costs for this finding is not easily determinable.

STATE OF IDAHO
SINGLE AUDIT REPORT
PRIOR FEDERAL FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

HEALTH AND WELFARE, DEPARTMENT OF

07F-1

Medicaid

93.778

Department of Health and Human Services

Questioned Costs: Not Determinable

Medicaid eligibility data in EPICS is still not reconciled to the Medicaid Automated Information System (AIM). We recommended in the fiscal year 2003, 2005, and 2006 audits that the Department establish a reconciliation process between EPICS and the Medicaid AIM payment system to ensure that client eligibility was properly recorded and that provider claims were paid promptly. This reconciliation process has not been fully developed, and the ongoing enhancements to the EPICS system are creating new variations and errors in client eligibility which are not actively identified or corrected.

The last time a reconciliation report was attempted was May 2005, and the resulting output had more than 27,500 errors. The Department delayed creating the reconciliation report due to resource constraints, but indicated another reconciliation report would be prepared in May 2007. However, the next reconciliation report was not completed until October 2007 and contained more than 43,000 errors.

The EPICS help desk staff manually corrects hundreds of cases each month that are identified through questions and complaints from regional caseworkers and others. However, there are no procedures in place to prevent, detect, or correct errors in EPICS unless a question or complaint is filed.

Efforts to reconcile the eligibility data in the EPICS and AIM systems have not been taken because the process is very labor intensive and resources are directed toward other issues. The ongoing enhancements to the EPICS system add to the complexity, and no interim procedures exist to ensure the accuracy and integrity of the eligibility records. As a result, clients are not provided benefits promptly, or sometimes at all, and providers who render services to clients cannot be paid until the AIM record is created.

The contract with Electronic Data Systems (EDS) requires a quarterly reconciliation, but the Department has failed to provide the information needed to complete the reconciliation. Payments to EDS include the cost of reconciliation even though it is not being performed.

We recommended that the Department establish procedures to identify and correct errors in the automated records that cause client eligibility to be delayed or not established at all. These procedures should include actively identifying cases each month with characteristics known to cause eligibility errors and documenting the changes made to the client record.

New issues will likely arise as the EPICS system enhancements continue and these interim procedures should expand to minimize any future detrimental effect to clients and providers until all enhancements are operational.

STATE OF IDAHO

**Prior Federal Findings and Questioned Costs
Prior to the Fiscal Year Ended June 30, 2008**

We also recommended that the reconciliation process be a high priority as the Department plans and implements the new Medicaid management information system project.

Current Status: CLOSED

THIS ISSUE IS REPEATED AS FINDING 08F-3

07F-2

Medicaid

93.778

Department of Health and Human Services

Questioned Costs: Not Determinable

The Medicaid program has not coordinated the efforts to recover benefit costs through the child support program as required. Federal regulation (42 CFR 433.155) requires the State Medicaid program to establish an agreement with the State child support program to coordinate the recovery of benefit costs from non-custodial parents and other third parties. The Medicaid program is required to pay the administrative expenses that are not otherwise allowable under the federal child support program, and to pay an incentive to the State program equal to 15% of the amounts recovered. This incentive amount is paid entirely from the federal share of the recoveries.

The State Medicaid Plan indicated that the required agreement existed during fiscal year 2006 with the child support program, but a copy of this document could not be located by the Department. In addition, we found no evidence that the Medicaid program had ever paid the child support program for expenses to recover benefit costs.

The Department drafted a cooperative agreement, effective on July 1, 2007, that both the Idaho Medicaid and child support programs signed. This agreement was submitted to the federal grantor but was not approved for the following two reasons:

1. The State child support program is not eligible to receive the 15% incentive, as it is not a separate political subdivision as defined by regulation.
2. Additional language is needed to meet HIPPA confidentiality requirements related to medical records.

We recommended that the Department continue to pursue birth costs and work to finalize the agreement between the State Medicaid and child support programs that will meet the requirements of federal regulations.

Current Status: OPEN

The Department has developed a methodology to properly identify the expenses associated with Medicaid birth cost recovery efforts expended by the Child Support Enforcement Unit. This methodology will be sent to the federal grantor for final approval by the end of October 2008.

The Department's goal is to have an acceptable methodology identified, approved, and incorporated into the new cooperative agreement with a retroactive date of July 1, 2008.

07F-3

Medicaid

93.778

Department of Health and Human Services

Questioned Costs: Not Determinable

Medicaid costs are not consistently reconciled to ensure that the appropriate federal reimbursement ratios are used. Medicaid costs are reimbursed by the federal government at several different ratios depending on the purpose and type of the cost. However, the data used to calculate the federal draws under each ratio is not reconciled to the total expenditures in the Medicaid Management Information System

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(MMIS). As such, the possibility exists that costs are claimed at the wrong federal ratio.

The Department created a reconciliation process during fiscal year 2008 to link the transaction details in the MMIS to the federal draw amounts, but this process is not completed for every draw.

We recommended that the Department complete the reconciliation between the federal draw amounts and MMIS total expenditures to ensure that Medicaid costs are drawn using the appropriate federal ratios.

Current Status: CLOSED

The Division of Management Services completes reconciliations between the MMIS and the supporting documents for the draw of federal funds and maintains the supporting documentation.

07F-4

Medicaid

93.778

Department of Health and Human Services

Questioned Costs: Not Determinable

Drug rebates are processed by a contractor without adequate oversight by the Department. Drug rebates are processed by the Medicaid system contractor, EDS, using information in the AIM Medicaid system. The calculation is based on the type and quantity of drugs purchased from various manufacturers each month, and the billings and collections are posted by EDS directly into the AIM system.

This process is handled entirely by EDS and no evidence exists to show any oversight or other confirmations by the Department. Drug rebates are significant, totaling approximately \$28 million in fiscal year 2007. We are concerned that no consistent processes exist to verify that the amounts and collections are accurate and appropriate.

We recommended that the Department implement processes to monitor and ensure that federal drug rebate collections are accurate and appropriate.

Current Status: CLOSED

The Division has designated an employee to oversee the monitoring process. The process includes sampling drug rebate amounts to ensure they are properly calculated and remitted.

07F-5

Medicaid

93.778

Department of Health and Human Services

Questioned Costs: Not Determinable

Medicaid repayment agreements are inconsistently processed and not always established in the accounts receivable system. Clients who receive Medicaid benefits in error are sent a letter of demand and a repayment agreement form to complete. The client submits the completed repayment agreement to the Central Revenue Unit. However, no process exists to evaluate whether the payback period or other terms are reasonable based on the client's income and other factors.

In addition, some repayment agreements are not established in the accounts receivable system. This situation increases the risk of loss or errors in processing and recording payments, and is a serious internal control weakness.

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We recommended that the Department establish a process to evaluate the reasonableness of repayment plans and to ensure that all plans are properly recorded in the accounts receivable system.

Current Status: CLOSED

The Department established a work group that developed a draft payment schedule for use in negotiating and standardizing repayment agreements, as well as procedures for its use. The draft schedule bases the monthly payment amount on household income and family size. This procedure and payment schedule is currently under review by the Division of Management Services.

The Central Receipting Unit now records the terms of each repayment agreement in the accounts receivable record to ensure that all payments are distributed correctly.

07F-6

Children's Health Insurance Program
93.767
Department of Health and Human Services
Questioned Costs: Not Determinable

CHIP-B premiums were not billed for the first 17 months of the program. Eligibility for the CHIP-B program requires clients to pay a monthly premium. This cost-sharing program was implemented as part of Medicaid reform with the passage of administrative rule (16.03.18.506) in March 2005. This rule established a \$15 premium effective for this program for fiscal year 2006. However, no premiums were billed during all of fiscal year 2006, and the Department indicated this was to allow time to notify clients of the change to the program. Further, premiums were not billed until June 2007, 17 months after the initial premium amount of \$15 was established. In March 2007, administrative rule (16.03.18.200.01-02) established a tiered premium schedule based on income.

During fiscal years 2006 and 2007, the Department collected about one-third of the estimated premiums required. This amount could be as much as \$400,000 per year in uncollected premiums. Existing clients who were moved to the CHIP-B program at its inception were provided payment coupon books to remit their premiums. During the transition, the Department implemented a new billing system to replace the payment coupon book process, but new clients were not billed and no efforts were taken to collect these premiums.

We recommended that the Department bill for all required premiums and pursue any unbilled and unpaid premium amounts from clients.

Current Status: CLOSED

The Department asserts that this issue has been resolved and currently bills for all required premiums and pursues unpaid premium amounts from clients. The Department concluded that uncollected premiums during the first 17 months of the program are not recoverable.

07F-7

Medicaid
93.767
Department of Health and Human Services
Questioned Costs: Not Determinable

Records are not created in the accounts receivable system for all CHIP-B cases tested. A data transfer process was developed by the Department to create records in the automated accounts receivable system for CHIP-B client premiums. We tested 30 CHIP-B client files and identified two (7%) where the required receivable record was not established. As a result, no billings were sent to clients, and Department staff was unable to identify the reason for these omissions. In addition,

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the Department does not have an established reconciliation process to ensure that all CHIP-B client information interfaces accurately between the client eligibility system and the accounts receivable system.

We recommended that the Department analyze the interface process used to create accounts receivable records for CHIP-B premiums to identify the cause for any omitted records. We also recommended that the Department complete a monthly reconciliation between the eligibility and accounts receivable systems to ensure that all records are properly created, and to bill and pursue any unpaid premiums.

Current Status: OPEN

The Department established a monthly reconciliation process in March 2008 and then discontinued it in May 2008. The development of a new edit within the system to "catch" the errors was intended to replace the reconciliation process. However, no follow-up reconciliation or other documentation was provided to ensure that the edit check actually corrected the errors and that no additional errors have occurred.

07F-8

Child Support Enforcement
93.563

Department of Health and Human Services
Questioned Costs: \$622,000

Costs for services to ineligible clients are still charged to the Child Support Grant. Federal regulation (45 CFR 302.33) requires the Department to provide services to clients who are either required to cooperate with the child support program as a condition of receiving assistance, or who applied for services and paid an application fee of \$25. Each state is required to operate a centralized receipting and disbursement unit. Costs for operating this unit are allowable to the grant, but only for those clients who meet eligibility requirements. Costs associated with providing services to clients that are not required to cooperate, or have not applied and paid a fee, are not allowable to the federal grant.

Cases where clients do not meet eligibility requirements are identified as "receipting services only," or RSO cases. As of June 2007, there were 137,315 total active cases in the automated child support system, of which 21,194 were RSO cases. The cost of services to RSO cases is based on an allocation of the automated case management system, receipting services contract, and related costs.

RSO service costs of \$1,154,000 were questioned in the fiscal year 2006 audit report, of which \$756,000 was paid from the Child Support Grant and \$398,000 was paid from the Temporary Assistance to Needy Families (TANF) Grant. The Department has yet to address the questioned costs associated with the Child Support Grant for fiscal year 2006. Another \$916,000 in RSO service costs are questioned for fiscal year 2007, of which \$622,000 was paid from the Child Support Grant and \$294,000 was paid from the TANF Grant. These types of costs have been claimed in error for at least the last four years.

We recommended that the Department exclude costs from the federal grant for child support cases where the client is not eligible for services. We also recommended that the Department resolve the fiscal year 2006 and 2007 questioned costs with the federal grantor

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and determine whether adjustments for prior year claims are required.

Current Status: CLOSED

THIS ISSUE IS REPEATED AS FINDING 08F-4

07F-9

Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: \$294,000

TANF funds are improperly used for child support receipting costs. The purpose of the TANF Grant is to fund activities, benefits, or services that will accomplish one of four objectives described in the federal legislation. TANF regulations require states to continue to operate separate child support enforcement, foster care, and adoption assistance programs, and not replace state spending in these programs with TANF funds.

TANF funds of \$294,000 were used in fiscal year 2007 to pay for costs to operate the child support receipting program. The Department contends these costs support the fourth TANF objective of encouraging the formation and maintenance of two-parent families by supporting parental involvement, access, and visitation. However, there is no statistical or other evidence to support this contention.

The nature and type of costs charged do not provide a recognizable activity or benefit that meets this objective or any other allowable TANF purpose. Despite the federal grantor's acceptance of this practice in the past, we believe the Department is at risk of future disallowed costs and penalties by the grantor for using TANF funds improperly.

We recommended that the Department discontinue charging the costs of child support receipting activities to the TANF Grant.

Current Status: CLOSED

THIS ISSUE IS REPEATED AS FINDING 08F-4

07F-10

Temporary Assistance to Needy Families
93.558
Department of Health and Human Services
Questioned Costs: Not Determinable

Foster care training costs are incorrectly allocated to the TANF Grant. The amount of foster care training costs charged to the TANF Grant is disproportionately large in comparison to the foster care benefits funded by the TANF program. In fiscal year 2007, the Department charged \$1.5 million in foster care training costs to TANF, but only about \$100,000 in related foster care benefits. The formerly approved State Plan allowed for administrative activities necessary to manage the emergency assistance (EA) program within the TANF Grant, including staff and provider training and certain foster care benefits. Using that provision, the Department has charged approximately 60-70% of federal Title IV-E training costs for foster care staff to the TANF Grant, with the remaining costs charged to the Title IV-E Foster Care Grant.

The federal reimbursement rate for the TANF Grant for training costs is 100%, and the federal reimbursement rate under the Foster Care Grant for training costs is 75%. While there is a basis for cost-sharing since the training does provide benefits to both programs, the Department did not provide an allocation plan to properly support the amounts applicable to each grant.

Additionally, the Department discontinued the use of TANF emergency assistance funds for foster care benefits in June 2007, due to the

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difficulty of ensuring that all eligibility criteria for the EA program were met. The continued payment of foster care training costs with EA funds could be viewed by the federal grantor as supplanting State spending in the foster care program.

We recommended that the Department analyze the cost of foster care services and benefits provided both by the TANF emergency assistance and the foster care programs, and allocate training costs in proportion to those activities.

Current Status: CLOSED

THIS ISSUE IS REPEATED AS FINDING 08F-6

SUPERINTENDENT OF PUBLIC INSTRUCTION, DEPARTMENT OF EDUCATION

07F-11

Special Education Grant Cluster
84.027
U.S. Department of Education
Questioned Costs: Not Determinable

Salaries and wages charged to the Special Education Grant are not properly documented as required by federal regulations. Federal regulations (Office of Management and Budget (OMB) *Circular A-87*) require that salaries and wages charged to federal grants must be documented by a detailed activity report, an approved allocation plan, or a semiannual certification for employees who work solely on one federal program.

Salaries and wages for all employees within the Special Education Division of the Department were charged to the Special Education Grant during fiscal year 2007; however, no semiannual certifications and no detailed activity reports were prepared. These certifications must identify the program and periods covered, and have the signature of the employee or a supervisor having firsthand knowledge of the work performed by the employee.

A total of \$766,012 in salaries and wages was charged to the Special Education Grant during fiscal year 2007, of a total disbursed for the grant of \$49,957,607. We are unable to confirm the allowability of salaries and wages due to the absence of appropriate documentation, which could result in federal penalties and sanctions.

We recommended that the Department properly document all payroll costs by preparing semiannual certifications for employees who work solely on one federal grant program, and require detailed time sheets for those employees who work on multiple activities.

Current Status: CLOSED

All employees are now recording all activities on their time sheets. This is also a Department policy and complies with federal grant regulations.